

FEDERAL REGISTER

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TITLE 5—ADMINISTRATIVE PERSONNEL

Chapter I—Civil Service Commission

PART 30—OFFICIAL PERSONNEL FOLDER

Pursuant to the authority vested in the Commission by section 3, Executive Order No. 9784, September 25, 1946, 11 F. R. 10909, the following regulations are hereby promulgated. These regulations were approved by the Director, Bureau of the Budget on December 27, 1946.

- Sec.
- 30.1 Designation of agency representative.
 - 30.2 Designation of Official Folder.
 - 30.3 Consolidation and standardization of content of folder.
 - 30.4 Transfer of the Official Personnel Folders between agencies.
 - 30.5 Requests for information about employees whose folders have been transferred to other agencies.
 - 30.6 Official Personnel Folder upon reemployment in Federal service.
 - 30.7 Exceptions.
 - 30.8 How to order the Official Personnel Folder.
 - 30.9 Standard Form No. 63, Request for Personnel Data and Leave Transcripts.
 - 30.10 Requests for further information.
 - 30.11 Specifications for Official Personnel Folder.

AUTHORITY: § 30.1 to 30.11, inclusive, issued under sec. 3, E. O. 9784, Sept. 25, 1946, 11 F. R. 10909.

§ 30.1 *Designation of agency representatives.* Each agency will designate one or more representatives to work with the Commission in putting the plan into effect.

The name (or names) of the representative designated by the agency, his location in the organization and telephone number, should be furnished by letter not later than 15 days from the date of publication of the regulations in this part in the *FEDERAL REGISTER*, to the Personnel Procedures and Records Project Staff, Room 216, U. S. Civil Service Commission, Washington 25, D. C.

§ 30.2 *Designation of official folder.* Only one Official Personnel Folder will be maintained for each active employee, and it will contain the records necessary to comprise his complete service record. The Official Personnel Folder will be maintained at the point of maximum

utilization. Designation of this point will be made by the agencies not later than 30 days from the date of publication of the regulations in this part in the *FEDERAL REGISTER*.

§ 30.3 *Consolidation and standardization of content of folder.* As rapidly as resources permit, steps will be taken to make the personnel folder of each active employee a complete working record in line with the Commission's specifications.

Folders which are transferred to other agencies, and new folders which are established, must conform to the standard specifications.

§ 30.4 *Transfer of the Official Personnel Folders between agencies—(a) Manner of transfer.* Beginning 30 days from the date of publication of the regulations in this part in the *FEDERAL REGISTER* whenever an employee is transferred to another agency, or to another organization within the same agency (if the Official Personnel Folder is maintained by a different office), the employing agency will, upon the employee's entrance on duty, furnish the appropriate personnel office of the releasing agency with a copy of Standard Form 50, "Notification of Personnel Action,"¹ which records the transfer action and indicates the official date on which the transfer became effective. Extra single copies of Standard Form 50 for this purpose can be obtained from the Government Printing Office. The releasing agency or office, within 3 days of receipt of its copy of Standard Form 50, will transmit the Official Personnel Folder to the new agency or office, and arrange for transmittal of the leave record.

(b) *Purging of folder.* Prior to transfer, all material except that listed in the Commission's specifications for material to be filed on the right, or permanent, side of the folder will be removed from the official folder. Duplicate records and material listed as temporary may be disposed of in accordance with regular procedure for disposal of records.

Such material will be removed only by the releasing agency. The receiving agency will retain all papers which have been transmitted in the folder.

¹ Not filed with the Division of the Federal Register.

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NOTICE

General notices of proposed rule making, published pursuant to section 4 (a) of the Administrative Procedure Act (Pub. Law 404, 79th Cong.; 60 Stat. 238), which were carried under "Notices" prior to January 1, 1947, are now presented in a new section entitled "Proposed Rule Making". Relationship of these documents to material in the Code of Federal Regulations, formerly shown by cross reference under the appropriate Title, is now indicated by a bold-face citation in brackets at the head of each document.

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¹ P. L. O. 341, 342.

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¹ P. L. O. 342.² P. L. O. 341.

(c) *Materials to be transferred.* The material included in the Commission's specifications on the right, or permanent, side of the personnel folder constitutes the employee's official record of service and, as such, is required to be transferred. Agencies may, but are not required to, release or transfer confidential material. In making a decision as to whether confidential material should be transferred, agencies should consider that such material is being transferred to another branch of the Federal Government where it will continue to be maintained as confidential.

(d) *Record of transfer.* Upon transmittal of the Official Personnel Folder to another agency, the releasing agency will record the name of the employee and the name and location of the agency to which the file is being transferred, together with the date of its transfer. Whenever possible, agencies should utilize for this purpose an appropriate existing record such as an employee record card. If such a record is not available, a card may be established recording the transfer.

§ 30.5 *Requests for information about employees whose folders have been transferred to other agencies.* Requests for information regarding an employee who has transferred should be forwarded for reply to the office or agency to which the employee transferred.

§ 30.6 *Official personnel folder upon reemployment in Federal service.* When a former Federal employee is reemployed, the employing agency should request his personnel folder, by letter, from the personnel office of the agency in which he was last employed.

§ 30.7 *Exceptions.* Officers located outside of the continental United States may, in the discretion of the agency, be exempted from the use of the standard Official Personnel Folder and the regulations in this part.

§ 30.8 *How to order the Official Personnel Folder.* The Official Personnel Folder is procurable from the Treasury Department, Procurement Division, in Washington, D. C., and its Regional Supply Centers. In ordering, refer to the Official Personnel Folder, Stock No. 53-F-4643.

§ 30.9 *Standard Form No. 63, Request for Personnel Data and Leave Transcripts.* Effective 30 days from the date of publication of the regulations in this part in the FEDERAL REGISTER, agencies will no longer use Standard Form No. 63 to verify the effective date of transfers and to obtain information for use in determining eligibility for periodic pay increases. This form will be abolished.

The official date on which the transfer has become effective will be obtained from the copy of Standard Form 50 which is sent the employing agency; promotion and other personnel information will be obtained from the Official Personnel Folder when received.

¹ Not filed with the Division of the Federal Register.

§ 30.10 *Requests for further information.* Inquiries with regard to the Official Personnel Folder should be made in writing to the Personnel Procedures and Records Project Staff, Room 216, U. S. Civil Service Commission, Washington 25, D. C.

§ 30.11 *Specifications for Official Personnel Folder—(a) Type of folder.* Letter size, kraft, heavy weight, individual reinforced tab (approximately $\frac{2}{3}$ cut right of center), contents secured with built-in metal fasteners at top of back flap and bottom of front flap. Material to be filed on permanent (or right hand) side of folder to be punched and fastened at top of sheet. Material to be filed on temporary (or left hand) side to be punched and fastened at bottom of sheet. White or buff colored labels shall be used for identifying the folder, with the employee's last name first, followed by his first name and middle initials, if any, and date of birth expressed as month, day and year, that is, Oct. 30/26, followed by identification number, if any. The name on the employee's personnel folder shall correspond to his name on the rolls of the agency. The following information will be printed on the front of the folder: Official Personnel Folder.

(b) *Permanent records.* On right side in chronological order, with latest paper on top, file permanent records affecting employee's status: Application for Federal Employment (earliest and latest form completed), Standard Forms 57,¹ 58,¹ 60,¹ Civil Service Form 3821,¹ Certificate of Medical Examination or Statement of Physical Fitness, Civil Service Form 2413,¹ Notification of Personnel Action, Standard Form 50; Request for Personnel Action, if used as the official appointing document, or as the employee's resignation; Oath of Office, Affidavit and Declaration of Appointee, Standard Form 61;¹ Veterans Preference Forms, Civil Service Forms 2842¹ and 2842a;¹ Evidence of Satisfactory Military Service (this should not include the certificate of discharge which is returned to the employee); Report of completion of character or loyalty investigation; Official letters of commendation or reprimand; Resignation; Notice of retirement, Standard Form 37;¹ Report of Efficiency Rating, Standard Form 51;¹ Correspondence and other documents relative to medical history; Records of completion of training courses; Civil Service Examination papers; Transcript of court order, in case of separation for legal incompetence; Employee's Notice of Injury or Occupational Disease, Bureau of Employees' Compensation Form C. A. 1;¹ Notification of approval of application for disability retirement, Civil Service Form 3170;¹ Official Death Notice. The forms referred to by number include forms superseded by or superseding the forms listed, or agency forms serving the same purpose.

(c) *Temporary records.* On left side in chronological order, with the latest paper on top, file records of temporary value. In general, these are documents leading to a formal action but not constituting a record of it nor making a substantial con-

tribution to the employee's service record. Dispose of these papers on transfer of employee to another agency or upon separation. The list that follows is intended as a guide for current personnel operations and not as a request for the creation of any records not normally used: Request for Personnel Action (except where used as the official appointing document or contains the employee's resignation); Requests for authority and Commission's approval; Required records for employment of minors; Letters of Release; Letters of reference and responses to inquiries; Conduct Reports for Pay Increase (Periodic); Advance Notices of personnel actions for such actions as demotion, pay increase, furlough, reduction in force, termination of appointment, etc.; Notices of proposed retirement; All Personal Debt Correspondence; Deferment and Draft Correspondence; Miscellaneous Correspondence; Application for Reemployment (after Military Service or War Transfer Leave Without Pay); Bureau of Employees' Compensation Forms, except Form C. A. 1.

[SEAL] UNITED STATES CIVIL SERVICE COMMISSION,
H. B. MITCHELL,
President.

[F. R. Doc. 47-913; Filed, Jan. 30, 1947;
8:57 a. m.]

TITLE 7—AGRICULTURE

Chapter VII—Production and Marketing Administration (Agricultural Adjustment)

PART 725—BURLEY AND FLUE-CURED TOBACCO

PROCLAMATION INCREASING NATIONAL MARKETING QUOTA FOR FLUE-CURED TOBACCO FOR THE 1947-48 MARKETING YEAR

The amendments herein are based on the tobacco marketing quota provisions of the Agricultural Adjustment Act of 1938, as amended (7 U. S. C. 1311-1314, inclusive). The purpose of the first amendment is to increase the national marketing quota proclaimed on July 1, 1946 (11 F. R. 7399) in order to meet market demands for flue-cured tobacco for the 1947-48 marketing year. Such amendment increasing the national marketing quota is specifically authorized by section 312 (a) of the act which provides that the quota may be increased by as much as 20 per centum at any time prior to March 1, 1947. The purpose of the second amendment is to apportion the national marketing quota, as increased, among the several States in accordance with the provisions of section 313 (a) of the act. Prior to determining that an increase in the national marketing quota is required, the amount of such increase, and the apportionment of the quota among the several States, public notice of the proposed action was given (11 F. R. 14249) in accordance with the Administrative Procedure Act (60 Stat. 237). The views and recommendations of flue-cured tobacco growers and other interested persons have been duly considered, within the limits

prescribed by the Agricultural Adjustment Act of 1938, as amended, in increasing and apportioning the quota.

In view of the fact that growers of flue-cured tobacco are now preparing plant beds, purchasing fertilizer, and preparing the land on which tobacco will be transplanted, it is hereby determined and found that the amendments herein should, and the same hereby shall, become effective upon publication in the FEDERAL REGISTER in order that the national marketing quota, as apportioned among the several States and converted into the State acreage allotments, may be apportioned among farms and the operators notified of their farm acreage allotments and marketing quotas as soon as it is administratively possible to do so.

Section 725.301 of the proclamation made by the Secretary of Agriculture on July 1, 1946 (11 F. R. 7399) is amended by adding the following paragraphs (c) and (d):

§ 725.301 *Findings and determinations with respect to the national marketing quota for the marketing year beginning July 1, 1947.* * * *

(c) *Increase in national marketing quota to meet market demands.* In order to meet market demands it is hereby determined that the amount of the national marketing quota for flue-cured tobacco for the marketing year beginning July 1, 1947, as proclaimed in paragraph (b) of this section (11 F. R. 7399), should, and the same hereby shall, be increased by 10 per centum. Therefore, the amount of the national marketing quota in terms of the total quantity of flue-cured tobacco which may be marketed during the marketing year beginning July 1, 1947, as increased, is 1,262,800,000 pounds.

(d) *Apportionment of the national marketing quota among the States.* The national marketing quota proclaimed in paragraph (b) of this section and increased by paragraph (c) of this section is hereby apportioned among the several States pursuant to section 313 (a) of the act and converted into State acreage allotments in accordance with section 313 (g) of the act, as follows:

State:	Acreage allotment
Alabama.....	507
Florida.....	25,285
Georgia.....	123,298
North Carolina.....	825,462
South Carolina.....	141,727
Virginia.....	125,975
Reserve ¹	12,553
Total.....	1,254,807

¹ Acreage reserved for establishing allotments for farms upon which no flue-cured tobacco has been grown during the past five years.

(52 Stat. 46, 47; 53 Stat. 1261; 56 Stat. 121; 7 U. S. C. and Sup. 1312 (a), 1313 (a), 1313 (g))

Done at Washington, D. C., this 27th day of January 1947. Witness my hand and the seal of the Department of Agriculture.

[SEAL] N. E. DODD,
Acting Secretary of Agriculture.

[F. R. Doc. 47-912; Filed, Jan. 30, 1947;
9:15 a. m.]

Chapter XI—Production and Marketing Administration (War Food Distribution Orders)

[WFO 10, Amdt. 22]

PART 1432—RICE

SET-ASIDE REQUIREMENTS AND RESTRICTIONS ON DISTRIBUTION AND MILLING

War Food Order No. 10, as amended (11 F. R. 10649, 13144, and 14646, and 12 F. R. 347), is hereby further amended:

1. By striking § 1432.1 (b) (1) and substituting in lieu thereof, the following:

(b) *Set-aside requirements and restrictions applicable to millers.* (1) Beginning February 1, 1947 every miller shall set aside in each calendar month for sale and delivery to a governmental agency, milled rice of one or more of the grades 1 through 6 (excluding the special grades unpolished milled rice and parboiled milled rice) and of the classes I through XII, in an amount equal to 40 percent of the total combined quantity of brown and milled rice milled by him during such month.

2. By striking the period at the end of § 1432.1 (b) (2) and substituting a semi-colon in lieu thereof, and adding to said section the following proviso: "Provided, further, That offers of unpolished milled rice and parboiled milled rice made to Commodity Credit Corporation pursuant to War Food Order No. 10 during the first two business days in February, 1947 shall not be acceptable by said Corporation unless the miller making such an offer certifies to the Department of Agriculture that the offer includes only rice set aside in and for January 1947 and that the quantity of rice so offered is not in excess of that prescribed in (b) (2) (ii)."

3. By striking § 1432.1 (c) (1) and substituting in lieu thereof, the following:

(c) *Credits against set-aside requirements, and exemptions.* (1) Deliveries in any calendar month by any miller to persons other than governmental agencies of brown and milled rice for shipment to Puerto Rico, the Virgin Islands, and Hawaii, and exports of brown and milled rice in any calendar month by any miller to Cuba may be credited against the set-aside requirements of (b) (1) for such month in a total amount not exceeding 40 percent of the total quantity of brown and milled rice milled by such miller during such month: *Provided, however, That in calculating the quantity of rice creditable under this subparagraph, rice exported to Cuba shall be counted at half its actual quantity while rice delivered for shipment to Puerto Rico, the Virgin Islands, and Hawaii shall be counted at its actual quantity.*

4. By striking § 1432.1 (c) (3) and substituting in lieu thereof, the following:

(3) Deliveries to governmental agencies of grades and classes of brown and milled rice other than those specified in (b) (1) may be credited against the quantity of milled rice required to be set aside under (b) (1) only if such rice is accepted by the governmental agen-

cies and delivery is made in the month for which the credit is claimed.

5. By striking § 1432.1 (d) (1) (iv) and substituting in lieu thereof, the following:

(iv) the total quantities of brown and milled rice shipped by him to Puerto Rico, the Virgin Islands, Hawaii, and Cuba, and the quantities so shipped for which set-aside credit is claimed;

Effective date. This amendment shall become effective at 12:01 a. m., e. s. t., February 1, 1947. With respect to violations, rights accrued, liabilities incurred, or appeals taken under the provisions of War Food Order No. 10, as amended, prior to said date, all such provisions shall be deemed to remain in full force for the purpose of sustaining any proper suit, action, or other proceeding with respect to any such violation, right, liability, or appeal.

NOTE: All reporting requirements of this amendment have been approved by, and all subsequent reporting and record-keeping requirements will be subject to the approval of the Bureau of the Budget in accordance with the Federal Reports Act of 1942.

(Sec. 2 (a), 54 Stat. 676; 50 U. S. C. War App. Sup. 1152 (a); E. O. 9280, Dec. 5, 1942, 7 F. R. 1079; E. O. 9577, June 29, 1945, 10 F. R. 8087)

Issued this 27th day of January 1947.

N. E. Dobb,
Acting Secretary of Agriculture.

[F. R. Doc. 47-911; Filed, Jan. 30, 1947;
8:57 a. m.]

TITLE 10—ARMY: WAR DEPARTMENT

Chapter V—Military Reservations and National Cemeteries

PART 501—LIST OF EXECUTIVE ORDERS,
PROCLAMATIONS, AND PUBLIC LAND OR-
DERS AFFECTING MILITARY RESERVATIONS

REVOCATION OF CERTAIN LAND WITHDRAWALS
FOR WAR DEPARTMENT USE

CROSS REFERENCE: For corrections of orders affecting the tabulation in § 501.1, see Public Land Orders 341 and 342, Title 43, *infra*.

TITLE 14—CIVIL AVIATION

Chapter I—Civil Aeronautics Board

[Civil Air Regs., Amdt. 42-5]

PART 42—NONSCHEDULED AIR CARRIER
CERTIFICATION AND OPERATION RULES

PILOT QUALIFICATIONS

Correction

In Federal Register Document 47-777, appearing on page 522 of the issue for Saturday, January 25, 1947, the bracketed headnote should read as set forth above.

TITLE 17—COMMODITY AND SECURITIES EXCHANGES

Chapter I—Commodity Exchange Authority (Including Commodity Ex- change Commission), Department of Agriculture

PART 1—GENERAL REGULATIONS UNDER THE
COMMODITY EXCHANGE ACT

REVISION OF DEFINITIONS

By virtue of the authority vested in the Secretary of Agriculture under the Commodity Exchange Act (42 Stat. 998, as amended, 7 U. S. C. 1-17a), paragraphs (g), (v), and (w) of § 1.3 of Part 1 of Chapter I of Title 17, Code of Federal Regulations, are amended, effective February 1, 1947, to read as follows:

§ 1.3 *Definitions.* * * *
(g) *Commodity Exchange Authority.* This term means the Commodity Exchange Authority, United States Department of Agriculture.

(v) *Act Administrator.* This term means the Administrator of the Commodity Exchange Authority, United States Department of Agriculture, in his capacity as Administrator of the Commodity Exchange Act, or any officer or employee of the Commodity Exchange Authority to whom he has heretofore lawfully delegated or may hereafter lawfully delegate the authority to act in his stead.

(w) *Secretary of Agriculture.* This term means the Secretary of Agriculture or any person to whom authority has heretofore lawfully been delegated, or to whom authority may hereafter lawfully be delegated, to act in his stead.

(42 Stat. 998, as amended; 7 U. S. C. 1-17a)

Issued this 27th day of January 1947.

[SEAL] N. E. Dobb,
Acting Secretary of Agriculture.

[F. R. Doc. 47-910; Filed, Jan. 30, 1947;
8:57 a. m.]

TITLE 20—EMPLOYEES' BENEFITS

Chapter III—Social Security Adminis- tration (Old-Age and Survivors In- surance), Federal Security Agency

[Reg. 3,¹ Further Amended]

PART 403—FEDERAL OLD-AGE AND
SURVIVORS INSURANCE

Correction

In Federal Register Document 47-847, appearing at page 612 of the issue for Wednesday, January 29, 1947, the following changes should be made:

The footnote to the bracketed headnote should read as set forth in this correction.

In the authority citation at the end of the document "49 Stat. 674" should read "49 Stat. 647".

¹ 12 F. R. 570.

TITLE 30—MINERAL RESOURCES

Chapter II—Geological Survey, Department of the Interior

PART 223—APPROVAL OF SALES AGREE-
MENTS OR CONTRACTS COVERING THE
DISPOSAL OF OIL AND GAS LEASE PROD-
UCTS (NOT APPLICABLE TO INDIAN OR
NAVAL PETROLEUM RESERVE LANDS)

Sec.

- 223.1 Statutory authority and purpose.
- 223.2 Final approval by the oil and gas supervisor of sales agreements or contracts for 1 year or less.
- 223.3 Action by the oil and gas supervisor where sales agreements or contracts for 1 year or less are unacceptable.
- 223.4 Conditional approval by the oil and gas supervisor of acceptable sales agreements or contracts for more than 1 year.
- 223.5 Action by the oil and gas supervisor where sales agreements or contracts for more than 1 year are unacceptable.
- 223.6 Action by Director, Geological Survey, on sales agreements or contracts conditionally approved by the supervisor.
- 223.7 Submittal of agreements or contracts, number required.
- 223.8 Distribution of agreements or contracts and letters by the supervisor or Director, Geological Survey.

AUTHORITY: § 223.1 to 223.8 inclusive issued under R. S. 161, sec. 32, 41 Stat. 450; 5 U. S. C. 22, 30 U. S. C. 189.

§ 223.1 *Statutory authority and purpose.* The regulations in this part are hereby issued and promulgated pursuant to R. S. 161, 5 U. S. C., 22, and the act of February 25, 1920, sec. 32, 41 Stat. 450, 30 U. S. C., 189. The purpose of the regulations in this part is to simplify procedure and facilitate the approval of sales agreements or contracts covering the disposal of products from oil and gas leases submitted by or in behalf of the holders of such leases pursuant to the lease terms and the applicable operating regulations by delegating to the oil and gas supervisors of the Geological Survey and to the Director of the Geological Survey authority to act for the Secretary of the Interior in approving such sales agreements or contracts.

§ 223.2 *Final approval by the oil and gas supervisor of sales agreements or contracts for 1 year or less.* The supervisor may hereafter act for the Secretary of the Interior in finally approving sales agreements or contracts submitted pursuant to the lease terms if (a) they are for a fixed term of 1 year or less and do not provide for extension beyond their fixed term at the option of either or both of the parties thereto, and (b) their provisions are otherwise acceptable to the supervisor. Where the agreements or contracts meet the aforesaid requirements, the supervisor will notify the proper parties of his approval thereof as a method of disposal.

§ 223.3 *Action by the oil and gas supervisor where sales agreements or contracts for 1 year or less are unacceptable.* If any agreement or contract submitted pursuant to § 223.2 contains provisions which are unacceptable to the super-

visor and if he is unable to obtain a satisfactory amendment or modification thereof he shall reject it subject to the right of appeal to the Director of the Geological Survey as provided in 30 CFR 221.66.

§ 223.4 *Conditional approval by the oil and gas supervisor of acceptable sales agreements or contracts for more than 1 year.* If any agreement or contract covering the disposal of oil and gas lease products is for a fixed term of more than 1 year or is for a term of 1 year or less but grants to either or both of the parties thereto the option to extend its term beyond 1 year, the supervisor, if the agreement or contract is deemed satisfactory and either contains the substance of or is accompanied by the stipulation set forth below, signed by the designated operator or lessee, shall notify the parties of his approval of such agreement or contract as a method of disposal, subject to any condition, modification, or revocation that may be prescribed upon review thereof by the Director of the Geological Survey.

The stipulation, the substance of which must either be included in the agreement or contract, or be made the subject matter of a separate instrument properly identifying the leases affected thereby, is as follows:

It is hereby understood and agreed that approval of the agreement in question shall be subject to the condition that nothing therein shall be construed as affecting any of the relations between the United States and its lessee, particularly in matters of gas waste, taking royalty in kind and the method of computing royalties due as based on a minimum valuation and in accordance with the terms and provisions of the oil and gas operating regulations applicable to the lands covered by said agreement.

§ 223.5 *Action by the oil and gas supervisor where sales agreements or contracts for more than 1 year are unacceptable.* If any agreement or contract submitted for approval pursuant to § 223.4 contains provisions which are unacceptable or does not contain the substance of or is not accompanied by the stipulation prescribed in § 223.4, the supervisor shall direct the parties in interest to cure the objectionable provisions. Upon failure to comply with such requirements the supervisor shall reject the agreement or contract subject to the right of appeal to the Director of the Geological Survey as provided in 30 CFR 221.66.

§ 223.6 *Action by Director, Geological Survey, on sales agreements or contracts conditionally approved by the supervisor.* The completed original or duplicate original of the agreement or contract and one additional simple copy thereof, together with a copy of the conditional approval of the supervisor shall be transmitted to the Director of the Geological Survey for final approval. Upon review of the agreement or contract the Director of the Geological Survey will either (a) advise the parties in interest that the approval of the supervisor is confirmed; or (b) require such amendment or modification of the agreement or contract as the Director may

deem appropriate. Upon failure of the parties in interest to comply with any requirement within such reasonable time as may be fixed by the Director, the agreement or contract will be rejected subject to the right of appeal to the Secretary of the Interior as provided in 30 CFR 221.66.

§ 223.7 *Submittal of agreements or contracts, number required.* The supervisor shall require the original or duplicate original and two additional copies or photostats of each agreement or contract to be filed promptly in his office after execution of such agreement or contract.

§ 223.8 *Distribution of agreements or contracts and letters by the supervisor or Director, Geological Survey.* When the supervisor or Director approves an agreement or contract he shall forward the original or duplicate original to the Director, Bureau of Land Management, together with two copies of his letter of approval. Where the agreement or contract is rejected by the supervisor or the Director of the Geological Survey, two carbon copies of each letter of rejection shall be furnished to the Director of the Bureau of Land Management.

W. E. WRATHER,
Director.

Approved: January 23, 1947.

J. A. KRUG,
Secretary of the Interior.

[F. R. Doc. 47-936; Filed, Jan. 30, 1947;
9:15 a. m.]

TITLE 32—NATIONAL DEFENSE

Chapter VI—Selective Service System

[State Director Advice No. 335, Issued:
8/22/46, as amended: 1/30/47]

PART 672—STATE DIRECTOR ADVICES

UNITED STATES ATOMIC ENERGY COMMISSION CERTIFICATIONS

Pursuant to the provisions of the Administrative Procedures Act, the following directive issued under authority of the Selective Training and Service Act of 1940, as amended, is hereby made a matter of record:

§ 672.335 *United States Atomic Energy Commission certifications.* (a) By congressional action and executive order, all activities of the Manhattan Engineer District were transferred to the Atomic Energy Commission on January 1, 1947. The Atomic Energy Commission will certify to this Headquarters registrants engaged in scientific research and development in connection with the atomic project.

(b) Atomic Energy Commission contractors will submit DSS Forms 42A (Special-Revised) to the Atomic Energy Commission, Oak Ridge, Tennessee, for certification. The Atomic Energy Commission will forward certified DSS Forms 42A (Special-Revised) to the Director of Selective Service. The Director of Selective Service will transmit recommendations for deferment to local boards through the appropriate State Director.

(54 Stat. 885 as amended, 50 U. S. C. and Sup. App. 310)

LEWIS B. HERSHEY,
Director.

[F. R. Doc. 47-949; Filed, Jan. 30, 1947;
9:15 a. m.]

Chapter IX—Office of Temporary Controls, Civilian Production Administration

AUTHORITY: Regulations in this chapter unless otherwise noted at the end of documents affected, issued under sec. 2 (a), 54 Stat. 676, as amended by 55 Stat. 236, 56 Stat. 177, 58 Stat. 827, and Public Laws 270 and 475, 79th Congress; Public Law 388, 79th Congress; E. O. 9024, 7 F. R. 329; E. O. 9040, 7 F. R. 527; E. O. 9125, 7 F. R. 2719; E. O. 9599, 10 F. R. 10155; E. O. 9638, 10 F. R. 12591; C. P. A. Reg. 1, Nov. 5, 1945, 10 F. R. 13714; Housing Expediter's Priorities Order 1, Aug. 27, 1946, 11 F. R. 9507; E. O. 9809, Dec. 12, 1946, 11 F. R. 14281; OTC Reg. 1, 11 F. R. 14311.

PART 3293—CHEMICALS

[General Allocation Order M-300, Revocation of Direction 2]

CHEMICALS AND ALLIED PRODUCTS; SPECIAL GROUPS OF PROTECTIVE COATING END USES

Direction 2 to General Allocation Order M-300 is hereby revoked. This revocation does not affect any liabilities incurred for violation of this direction, or of any actions taken by the War Production Board or the Civilian Production Administration under it.

Issued this 30th day of January 1947.

CIVILIAN PRODUCTION
ADMINISTRATION,
By J. JOSEPH WHELAN,
Recording Secretary.

[F. R. Doc. 47-1006; Filed, Jan. 30, 1947;
11:35 a. m.]

PART 4600—RUBBER, SYNTHETIC RUBBER AND PRODUCTS THEREOF

[Rubber Order R-1, as Amended Dec. 31, 1946, Amdt. 1]

Rubber Order R-1, as amended December 31, 1946 is hereby further amended to read as follows:

Amend § 4600.03a by adding a new paragraph as follows:

(b) *Natural rubber latex cement for shoe manufacturers.* (1) No person shall use any natural rubber latex cement in the manufacture of shoes unless he has been specifically authorized to do so by the CPA. Certain manufacturers of shoes have demonstrated that the lack of natural rubber latex cement in some of their operations has resulted in the manufacture of inferior quality shoes. Since this condition is not uniform throughout the entire shoe manufacturing industry, and since the supply of natural rubber latex for this purpose is very limited, the CPA will consider authorizations to shoe manufacturers to use natural rubber latex cement only on individual applications on Form CPA-2242. Such applications must give full details as to manufacturing operations

and indicate the technical reasons requiring the use of natural rubber latex cement in specific operations. Those shoe manufacturers who make their own cement should also apply on Form CPA-2242 for the natural rubber latex they need for consumption in making cement for their own operations.

(2) Shoe manufacturers who received authorizations to use natural rubber latex cement under paragraph (b) (1) above may obtain such cement from rubber cement manufacturers only by furnishing a written certificate in substantially the following language signed as provided in Priorities Regulation 7.

The undersigned hereby certifies, subject to the criminal penalties for misrepresentations contained in section 35 (A) of the U. S. Criminal Code that he has been authorized to use in the manufacture of new shoes natural rubber latex cement containing — pounds of dry solid content of natural rubber latex. The natural rubber latex content of the cement covered by this purchase order and all other purchase orders placed by him, plus any quantity consumed by him, do not exceed the quantity he has been authorized to use.

Date _____ Name of Company _____

By: _____
Signature of authorized official

(3) Any person (other than a shoe manufacturer) who needs natural rubber latex to consume in making cement for new shoes may apply on Form CPA-4562 to the Rubber Division, CPA, for permission to accept delivery. The amounts to be authorized for initial inventory will be determined by CPA, and later authorizations will be issued only for amounts necessary to replace inventory consumed in accordance with this paragraph (b). Any natural rubber latex obtained under such authorization by a person not a shoe manufacturer may be consumed to make cement only to fill specific purchase orders from shoe manufacturers bearing the certification specified in paragraph (b) (2) above, and natural rubber latex cement so manufactured may be sold only on such orders.

(Sec. 2 (a), 54 Stat. 676, as amended by 55 Stat. 236 and 56 Stat. 177; E. O. 9024, 7 F. R. 329; E. O. 9040, 7 F. R. 527; E. O. 3125, 7 F. R. 2719; E. O. 9246, 7 F. R. 7379, as amended by E. O. 9475, 9 F. R. 10817; WPB Reg. 1 as amended Dec. 31, 1943, 9 F. R. 64)

Issued this 30th day of January 1947.

CIVILIAN PRODUCTION
ADMINISTRATION,
By J. JOSEPH WHELAN,
Recording Secretary.

[F. R. Doc. 47-1005; Filed, Jan. 30, 1947;
11:35 a. m.]

TITLE 33—NAVIGATION AND NAVIGABLE WATERS

Chapter II—Corps of Engineers, War Department

PART 207—NAVIGATION REGULATIONS OIL POLLUTION; WATER BALLAST

Pursuant to the provisions of section 3 of the Oil Pollution Act of 1924 (43 Stat.

605; 33 U. S. C. 433), § 207.1 prescribing the regulations governing the discharge of ballast water into the coastal waters of the United States is revoked as follows:

§ 207.1 *Coastal waters of the United States; discharge of water ballast.* [Revoked] [Regs. 3 Jan 1947, CE 800.224 ENGWR] (43 Stat. 605; 33 U. S. C. 433)

[SEAL] EDWARD F. WITSELL,
Major General,
The Adjutant General.

[F. R. Doc. 47-948; Filed, Jan. 30, 1947;
9:15 a. m.]

TITLE 39—POSTAL SERVICE Chapter I—Post Office Department

Subchapter B—Regulations

PART 19—TRANSPORTATION OF MAILS

MAILS FOR ALASKA

Add new § 19.5, to read as follows:

§ 19.5 *Mails for Alaska; winter restrictions.* (a) All mails for Alaska are dispatched from Seattle, Washington. During the season of navigation all classes of mail are dispatched. During the winter season (from about November 1 to April 1) on account of the difficulty of transportation, the dispatch of mail for post offices on the Seward Peninsula is limited, preference being given, first, to letters in their usual and ordinary form, postal cards, and packages of seeds not exceeding 1 pound per package; second, to single newspapers and magazines addressed to public libraries, newspaper publishers, and to individuals. Books, catalogs, newspapers and periodicals sent to dealers for purposes of trade or otherwise, and merchandise (parcel-post matter), except packages of seeds not exceeding 1 pound per package, cannot be forwarded to offices on the Seward Peninsula during the winter season. But, as an exception to the foregoing, when the weight limit of mail for dispatch will permit, articles or merchandise, not exceeding a few ounces each, which the proper officers of the Postal Service have reason to believe contain articles of urgent necessity, such as eyeglasses, medicines, etc., for individual use, but not intended primarily for trade, may be enclosed in the mails for dispatch. Offices in Alaska to which only a limited amount of mail may be sent in the winter are designated "R" in the State list of post offices. The list of restricted offices is as follows:

Barrow, Candle, Council, Deering, Elm, Cambell, Golovin, Haycock, Igloo, Kiana, Kivalina, Kobuk, Kotzebue, Koyuk, Moses Point, Noatak, Nome, Noorvik, Point Hope, Savoonga, Selawik, Shishmaref, Solomon, Shungnak, Teller, Wainwright, Wales, White Mountain.

(b) Affixing special-handling stamps to the mail matter excluded under paragraph (a) of this section will not entitle it to preferred treatment. (R. S. 161, 396; sec. 304, 309, 42 Stat. 24, 25; 5 U. S. C. 22, 369)

[SEAL] J. M. DONALDSON,
Acting Postmaster General.

[F. R. Doc. 47-909; Filed, Jan. 30, 1947;
8:57 a. m.]

PART 21—INTERNATIONAL POSTAL SERVICE SERVICE TO FOREIGN COUNTRIES

The regulations under the country "Germany" (39 CFR, Part 21), as amended (11 F. R. 14517), are further amended by the addition of the following:

Gift parcels for prisoners of war held abroad. (a) Ordinary (unregistered and uninsured) gift parcels not exceeding \$25 in value may be sent by parcel post free of postage to German prisoners of war held abroad by American, British or French Forces under the following general conditions:

(1) The wrappers of the parcels must be endorsed "Prisoner of War—Gift Parcel" and "Postage Free."

(2) The parcels shall not be sealed, and shall be packed closely, and carefully and securely wrapped in a manner which will facilitate opening for inspection.

(3) Maximum weight: 11 pounds. Maximum size: 72 inches length and girth combined. Greatest length, 42 inches.

(4) The contents of each parcel shall be listed on a customs declaration (Form 2966 or, in the case of parcels for prisoners held by the French, Form 2967) which shall be affixed to the outside of the parcel. On the customs declaration shall be written "Gift Parcel." No other postal forms are required to accompany the parcels.

(5) The parcels shall be dispatched to New York, N. Y., for forwarding abroad.

The following special conditions also apply, as shown:

(b) *American-held prisoners of war.*

(1) Parcels may be accepted for mailing to American-held prisoners of war only under authority of a "Prisoner of War—Gift Parcel" label issued by the American authorities in Europe to the prisoner of war concerned. It is understood this label will show the name and address of the prisoner of war as well as the name and address of the sender, so that it may be pasted on the parcel as an address label. Only one label per week will be furnished an American-held prisoner of war. These labels are not transferable.

(2) Contents permitted are nonperishable foodstuffs, clothing, soap, mailable medical supplies and similar items for relief of human suffering. No parcel shall contain any written or printed matter of any kind.

(3) Parcels which prove to be undeliverable as addressed will be turned over to German welfare agencies.

(c) *British-held prisoners of war.* (1) Parcels may be accepted for mailing to British-held prisoners of war only under authority of an official label issued in the United Kingdom to the prisoner of war in favor of a person whose kinship is nearer than first cousin to the prisoner. This label will be sent by the prisoner concerned to his relative. Although no detailed description of the label to be used has been furnished, this Office has been advised it will show the correct address of the prisoner of war and the parcels will be delivered to the prisoner of war only if they carry this official label, by which it is understood the label is to be pasted on the outside of the parcel.

Each prisoner is to be allowed not more than one parcel label every 3 months.

(2) Contents permitted are nonperishable foodstuffs, clothing, soap, mailable medical supplies, and similar items for relief of human suffering. No parcel shall contain any written or printed matter of any kind.

Any prohibited articles found in the parcels when they are checked by the British authorities will be liable to be confiscated.

(d) *French-held prisoners of war.*
(1) No labels will be issued for the sending of parcels to French-held prisoners of war. However, not more than one parcel per week may be sent by the same sender to the same French-held prisoner of war.

(2) Parcels may be addressed only to depots, and in no case to sanitary units ("Formations sanitaires"), labor camps, or care of persons who employ the prisoners. The address should include: Surname, first name, registration number of the prisoner, depot number, city, Department. Inside each parcel must be enclosed a slip showing the name and address of the sender and the surname, first name and registration number of the addressee.

(3) Contents permitted are nonperishable foodstuffs, clothing, soap, and similar items for relief of human suffering. The French authorities advised, "Civilian clothing and underwear which could be worn as if it were apparently the clothing of a civilian are prohibited." These authorities also advised that (i) sweaters and pull-overs are authorized and that this provision is to be interpreted liberally in view of the present scarcity of clothing, and (ii) that medicines of every kind and in every form, tubes of vaseline, ammonia, solidified, in solution or in liquid form are prohibited. No parcel shall contain any written or printed matter of any kind, except the slip mentioned in subparagraph (2) of this paragraph.

(R. S. 161, 396, Sec. 304, 309, 42 Stat. 24, 25; 5 U. S. C. 22, 369)

[SEAL]

J. M. DONALDSON,
Acting Postmaster General.

[F. R. Doc. 47-907; Filed, Jan. 30, 1947;
8:56 a. m.]

PART 21—INTERNATIONAL POSTAL SERVICE SERVICE TO FOREIGN COUNTRIES

The regulations under the country "Germany" (39 CFR, Part 21), as amended. (11 F. R. 14517), are further amended by the addition of the following regulations:

Restricted resumption of mail service to all of Germany. (a) Effective at once ordinary letters weighing not in excess of 1 ounce and non-illustrated post cards may be accepted for transmission either by surface means or air to all of Germany. Envelopes must not have inner-lining nor carry any indication other than the address of the sender and addressee and necessary postal directions.

(b) Communications are restricted for the present to those of a personal or family character, except that business communications of a nontransactional nature, limited to the ascertainment of facts and exchange of information may be accepted for mailing. The transmission of documents, such as birth, death or marriage certificates, wills, legal notices, etc., also is authorized.

(c) The closing of business deals and contracts by mail, correspondence concerning German external assets, will not be permitted. The enclosure of checks, drafts, securities or currency is prohibited.

(d) Communications should bear the name of the addressee, street and house number, town, postal district number, province and zone of occupation. It is pointed out that the postal district number and the zone of occupation should be included as a part of the address if this information is known to the sender. However, mail will be accepted without this information included as a part of the address. The province and zone of occupation need not be shown on mail addressed to the city of Berlin.

(e) Box numbers may be used as part of the address provided the name of the box holder is shown. Correspondence shall not be accepted for mailing when addressed "General Delivery."

(f) The postage rates applicable are:

Letters	5 cents each
Post cards	3 cents each
Air mail	30 cents half ounce

(g) Registration, special delivery and money-order services are not available at this time.

(h) Ordinary (unregistered and uninsured) gift parcels are acceptable for mailing when addressed for delivery in all parts of Germany (American, British, French and Russian Zones, including all sectors of Berlin), except the portions of Germany under Polish control which are subject to the conditions applicable to Poland. The parcels will be subject to the same conditions as were in effect prior to the suspension of the service and also to the following restrictions:

(1) Only one parcel per week may be sent by or on behalf of the same sender to or for the same addressee.

(2) Contents are limited to such essential relief items as nonperishable foods, clothing, shoes, soap, mailable medicines, and other similar items for the relief of human suffering. No writing or printed matter of any kind may be included.

(3) Parcels must not exceed 11 pounds in weight, or measure more than 36 inches in length or 72 inches in length and girth combined.

(4) Parcel post rates are 14 cents per pound or fraction of a pound.

(5) The parcels and relative customs declarations must be conspicuously marked "Gift Parcels" by the senders, who must itemize the contents and value on the customs declarations. Parcels are liable to censorship and customs examination in the zone of destination.

(6) Parcels should be addressed as indicated in paragraphs (d) and (e) above. In addition, parcels destined for delivery

in Berlin should bear the name of the sector of occupation.

(7) Parcels which are undeliverable will not be returned to senders but will be turned over to authorized German relief organizations for distribution to the needy.

(R. S. 161, 396, sec. 304, 309, 42 Stat. 24, 25; 5 U. S. C. 22, 369)

[SEAL]

J. M. DONALDSON,
Acting Postmaster General.

[F. R. Doc. 47-908; Filed, Jan. 30, 1947;
8:56 a. m.]

TITLE 43—PUBLIC LANDS: INTERIOR

Subtitle A—Office of the Secretary of the Interior

[Order 2290]

PART 4—DELEGATION OF AUTHORITY

GEOLOGICAL SURVEY; OIL AND GAS SALES AGREEMENTS OR CONTRACTS

The following new section is added to Subpart H, Part 4, to become effective immediately:

§ 4.616 *Functions relating to oil and gas sales agreements or contracts.* (a) The oil and gas supervisors of the Geological Survey are authorized to give final approval to sales agreements or contracts covering the disposal of products from oil and gas leases on the public lands for a term of 1 year or less, as provided in 30 CFR, Part 223.

(b) The oil and gas supervisors of the Geological Survey are authorized to approve conditionally, and the Director of the Geological Survey is authorized upon review of the supervisors' conditional approval to approve finally, such sales agreements or contracts for a term of more than 1 year, as provided in 30 CFR, Part 223.

(R. S. 161, sec. 32, 41 Stat. 450; 5 U. S. C. 22, 30 U. S. C. 189)

J. A. KRUG,
Secretary of the Interior.

JANUARY 23, 1947.

[F. R. Doc. 47-935; Filed, Jan. 30, 1947;
9:15 a. m.]

Chapter I—Bureau of Land Management, Department of the Interior

Appendix—Public Land Orders

[Public Land Order 341]

MONTANA

REVOKING PUBLIC LAND ORDER 90 OF FEBRUARY 10, 1943, WITHDRAWING PUBLIC LANDS FOR USE OF WAR DEPARTMENT FOR AVIATION PURPOSES

Correction

In Federal Register Document 47-539, appearing on page 418 of the issue for Tuesday, January 21, 1947, the date "June 17, 1947" in paragraph (a) should read "June 16, 1947".

[Public Land Order 342]

CALIFORNIA

REVOKING PUBLIC LAND ORDER 1 OF JUNE 20, 1942, WITHDRAWING PUBLIC LANDS FOR USE OF WAR DEPARTMENT FOR CAMP SITES AND MANEUVER PURPOSES

Correction

In the land description in Federal Register Document 47-540, appearing at page 418 of the issue for Tuesday, January 21, 1947, section 29 of T. 1 S., R. 17 E. should read: "Sec. 29, N $\frac{1}{2}$ and SW $\frac{1}{4}$,".

Chapter II—Bureau of Reclamation, Department of Interior

PART 402—ANNUAL WATER CHARGES

NORTH PLATTE IRRIGATION PROJECT, NEBRASKA-WYOMING

CROSS REFERENCE: For an addition to the tabulation contained in § 402.2 see F. R. Doc. 47-905 under Department of the Interior, Bureau of Reclamation, in the Notices section, *infra*.

TITLE 46—SHIPPING

Chapter I—Coast Guard: Inspection and Navigation

Subchapter C—Motorboats and Certain Vessels Propelled by Machinery Other Than by Steam More Than 65 Feet in Length

[CGFR-47-3]

PART 29—NUMBERING OF UNDOCUMENTED VESSELS

AMENDMENTS TO REGULATIONS

A notice regarding the proposed changes in the regulations about numbering undocumented vessels was published in the FEDERAL REGISTER, dated September 27, 1946 (11 F. R. 11014), and a public hearing was held by the Merchant Marine Council on October 22, 1946, at Washington, D. C. All the written and oral comments and suggestions submitted were considered by the Merchant Marine Council and where practicable incorporated into the amendments to the regulations.

By virtue of the authority vested in me, the following amendments to the regulations are prescribed which shall become effective on the thirty-first day after the date of publication of this order in the FEDERAL REGISTER:

Section 29.8 *Procedure relating to numbering of motorboats* is hereby canceled and the following regulations are issued in its stead:

- Sec.
- 29.8 Basis and purpose of numbering regulations.
 - 29.10 Vessels required to be numbered.
 - 29.12 Vessels not required to be numbered.
 - 29.14 Application for certificate of award of number.
 - 29.16 Documentary evidence of ownership.
 - 29.18 Award of number.
 - 29.20 Certificate of award of number kept on board undocumented vessel.
 - 29.22 Sales of undocumented vessels to aliens.
 - 29.24 Owner furnishing information when changes occur.

No. 22—2

- Sec.
- 29.26 Procedure upon change of permanent residence.
 - 29.28 Number assigned required on bows of undocumented vessel.

AUTHORITY: §§ 29.8 to 29.28, inclusive, issued under sec. 1, 40 Stat. 602; 46 U. S. C. 288; Reorg. Plan No. 3, 1946; 11 F. R. 7875. Statutes giving additional authority are cited in parenthesis at the end of affected sections.

§ 29.8 *Basis and purpose of numbering regulations.* By virtue of the authority vested in the Commandant of the Coast Guard under section 101 of the Reorganization Plan No. 3 of 1946 (11 F. R. 7875) and the act of June 7, 1918, as amended (46 U. S. C. 288), the regulations in this part are prescribed to provide adequate means for numbering of undocumented vessels in accordance with the intent of the statute and to obtain its correct and uniform administration.

§ 29.10 *Vessels required to be numbered.* The following undocumented vessels are required to be numbered:

- (a) All vessels equipped with permanently installed motors.
- (b) All vessels over 16 feet in length equipped with detachable motors.

§ 29.12 *Vessels not required to be numbered.* (a) The following undocumented vessels are not required to be numbered:

- (1) All vessels not exceeding 16 feet in length temporarily equipped with detachable motors.
- (2) Public vessels.
- (3) Motor lifeboats carried as lifesaving equipment on inspected vessels.
- (b) The words "temporarily equipped with detachable motors" shall be construed to mean outboard motors which are clamped or otherwise temporarily fastened as distinguished from outboard motors bolted or otherwise permanently secured. The controlling principle shall be whether or not the vessel has permanently installed motors rather than the design or construction of the vessel.
- (c) Undocumented vessels listed in paragraph (a) of this section will not be numbered except upon instructions of the Commandant.

§ 29.14 *Application for certificate of award of number.* (a) The owner of any undocumented vessel however acquired, or his duly authorized agent, shall make application for a certificate of award of number to the Officer in Charge, Marine Inspection, United States Coast Guard, having jurisdiction over the area in which the vessel is owned. If the boat is to be in the possession of a person other than the person who holds title thereto under a conditional sales or retain title contract or similar arrangement under which title does not pass, the application shall be made by the person who holds legal title.

(b) Upon purchasing or acquiring a vessel which previously has been issued a certificate of award of number, and after completion of the bill of sale on the reverse side of the certificate of award of number (Form CG 1513)¹ by the vendor or the former owner, the pur-

chaser will execute the application for number for undocumented motor vessel, which is incorporated on the reverse side of the certificate of award of number, and surrender the certificate, bill of sale, and application for a new number (which are all on Form CG 1513) to the Officer in Charge, Marine Inspection, within the statutory period of 10 days.

(c) In the case of new vessels or in the case of vessels which have not been previously numbered or in the case of vessels which have been issued the old form of certificate of award of number (NAVCG 1513), which does not contain the application, the owner of the vessel or his duly authorized agent shall make the application in duplicate for a number on Form CG 1512,¹ application for number for undocumented motor vessel, and shall surrender this form, after completion, together with documentary evidence of ownership or the certificate of award of number with the bill of sale properly executed, to the proper Officer in Charge, Marine Inspection.

§ 29.16 *Documentary evidence of ownership.* The Coast Guard District Commander or the Officer in Charge, Marine Inspection, who receives the application for an award of number will satisfy himself that the applicant has legal title to the vessel. Any case in which ownership or legal title is in doubt will be referred to the Commandant. Original ownership may be proved by the purchaser as follows:

- (a) Bill of sale.
- (b) Receipted bills for material used in construction.
- (c) Statement of reputable boat building concern signed by an owner, officer or duly authorized agent thereof that the boat was constructed for the applicant in its factory or yard.

(d) In the case of vessels sold as surplus property by the United States Maritime Commission or the War Shipping Administration, the papers furnished the successful bidder in the form of a sale order or certificate of delivery of vessel, as the case may be, shall be accepted as sufficient evidence of ownership.

(e) Such other evidence of ownership as is acceptable to the Coast Guard District Commander or the Officer in Charge, Marine Inspection.

§ 29.18 *Award of number.* A number will be awarded by the Officer in Charge, Marine Inspection, upon receipt of the application together with proof of ownership and a letter, in lieu of the certificate, will be issued by him authorizing the vessel to be operated, pending issuance of the certificate. The Coast Guard District Commander will issue the certificate of award of number in all instances except where he has designated and authorized officers or employees under his command to issue such certificates in his behalf.

§ 29.20 *Certificate of award of number kept on board undocumented vessel.* (a) The certificate of award of number for an undocumented vessel shall be kept on board at all times and shall be accessible to the person in charge except when such certificate is in the custody of the Coast Guard District Commander

¹ Not filed with the Division of the Federal Register.

or the Officer in Charge, Marine Inspection. This requirement, however, does not apply to any vessel not exceeding 17 feet in length, measured from end to end over the deck, excluding sheer, nor to any vessel regardless of length if the design of fittings is such that the carrying of the certificate of number on board would render it imperfect, illegible or would tend to destroy its use as a means of ready identification.

(b) In the case where a letter is issued assigning a number previous to the issuance of a certificate of award of number, the new owner may operate such vessel without penalty for failure to have such certificate of award of number if the letter is carried and produced when necessary for identification. (R. S. 5294, as amended, sec. 21, 54 Stat. 167, 18 U. S. C. 642, 46 U. S. C. 526t)

§ 29.22 *Sales of undocumented vessels to aliens.* For the duration of the war the issuance of a certificate of award of number to a vessel, the sale or transfer of which, in whole or in part, is subject to section 37 of the Shipping Act, 1916, as amended (46 U. S. C. 835), shall be subject to the United States Maritime Commission's General Order 58, as revised (10 F. R. 14210). For a vessel less than 1,000 gross tons and not documented under the laws of the United States, General Order 58 gives blanket approval to the sale, mortgage, lease, charter, delivery, or transfer and agreement for the sale, mortgage, lease, charter, delivery, or transfer to any person not a citizen of the United States of any vessel or interest therein owned in whole or in part by any person who is a citizen of the United States or by a corporation organized under the laws of the United States or of any state, territory, district or possession thereof. For a vessel documented under the laws of the United States or a vessel 1,000 gross tons or over, prior approval of the sale by the Maritime Commission is required.

§ 29.24 *Owner furnishing information when changes occur.* (a) The owner of a numbered vessel shall notify the Coast Guard District Commander or Officer in Charge, Marine Inspection, within ten days, if:

(1) The vessel is lost, destroyed, or abandoned.

(2) The vessel is transferred from one person to another; or

(3) He moves his permanent residence to a place in another customs district or to a place within the jurisdiction of another Coast Guard District Commander.

(b) In the case of change of ownership, loss, destruction, or abandonment of a numbered vessel, the notice shall be accompanied by a surrender of the certificate of award of number if it is in existence.

§ 29.26 *Procedure upon change of permanent residence.* If the owner has moved his permanent residence to a place in another customs district or to a place within the jurisdiction of another Coast Guard District Commander, the original number will be retained by the vessel and the owner's change of permanent residence shall not be a cause for

the surrender of the certificate except under special instructions of the Commandant. However, vessels sold into another customs district or Coast Guard district may be renumbered anew.

§ 29.28 *Number assigned required on bows of undocumented vessel.* (a) Every undocumented vessel required to be numbered shall have the number awarded or assigned painted on or attached to each bow so that the number reads from left to right.

(b) The number shall be in block characters of good proportion, not less than three inches in height, and parallel with the water line as near the forward end of the bow as legibility of the entire number for surface and aerial identification permits. The number shall be located as high above the water line as practicable, but in no case less than three inches from the bottom of the numbers to the water line.

(c) The numbers shall be of a color which will contrast with the color of the hull so as to be distinctly visible and legible; i. e., if the hull is light, the color of the numbers shall be dark, or if the hull is dark, the color of the numbers shall be light.

Dated: January 24, 1947.

[SEAL]

J. F. FARLEY,
Admiral, U. S. C. G.,
Commandant.

[F. R. Doc. 47-918; Filed, Jan. 30, 1947;
9:15 a. m.]

TITLE 47—TELECOMMUNICATION

Chapter I—Federal Communications Commission

PART 35—UNIFORM SYSTEM OF ACCOUNTS FOR WIRE-TELEGRAPH AND OCEAN-CABLE CARRIERS

REQUIREMENTS FOR ACCOUNTING WITH RESPECT TO TRANSACTIONS INVOLVING FOREIGN CURRENCY

At a session of the Federal Communications Commission held at its offices in Washington, D. C., on the 9th day of January 1947;

It appearing, that it is necessary and desirable to amend Part 35 of the Commission's rules and regulations as set forth below, so as to simplify requirements for accounting with respect to transactions involving foreign currency;

It further appearing, that all persons subject to Part 35 of the Commission's rules and regulations have been given notice of the proposed amendment thereof and have been afforded an opportunity to comment thereon, and that no adverse comments have been received with respect thereto;

It further appearing, that for the foregoing reasons, general notice of proposed rule making and public procedure as provided in section 4 (a) of the Administrative Procedure Act are unnecessary with respect to the foregoing proposed amendment;

It further appearing, that section 220 (g) of the Communications Act of 1934, as amended, provides that notice of al-

terations in the required manner or form of keeping accounts be given at least six months before the same are to take effect;

It further appearing, that certain of the persons affected by the proposed amendment have expressed the desire to adopt the accounting provided for in such amendment, effective as of January 1, 1947:

It is ordered, That pursuant to section 220 (a) and (g) of the Communications Act of 1934, as amended, Part 35 of the Commission's rules and regulations be, and it is hereby, amended, as set forth below, effective as of August 1, 1947: *Provided, however,* That the accounting prescribed by such amendment may be adopted as of January 1, 1947, upon condition that such accounting is adopted as of that date by all carriers subject to the particular provisions of the rules and regulations in question.

1. Delete the entire text of § 35.03-16 and substitute the following:

§ 35.03-16 *Transactions involving foreign currency.* (a) Amounts to be entered in the accounts of this system that are originally stated in terms of foreign currency or that arise from contracts stated in terms of such foreign currency shall be recorded at the rate of exchange effective at the date as of which the original transaction occurs. (For the purposes of this system of accounts a contractual common denominator, such as the gold franc, shall be viewed as a unit of foreign currency, irrespective of the facts regarding actual monetary circulation.)

(b) Gains or losses due to the difference in the rates of exchange developing between the date of the original transaction referred to in paragraph (a) and the date of realization, liquidation, or settlement in cash or its equivalent, shall be credited or charged, as appropriate, to account 5140, "Gain or loss on foreign currency exchange." Such differences shall be recorded by stages in the course of monthly restatements of current assets and current liabilities on basis of the latest applicable rates of exchange. Other balance sheet accounts shall not reflect changes prior to cash or equivalent settlement, in the rate of exchange.

2. Delete the following accounts from the chart in § 35.30-99: 3710, "Foreign exchange—Revenue differential", 4998, "Foreign exchange—Expense differential", and 5298, "Foreign exchange—Income differential".

3. Delete account 3710, "Foreign exchange—Revenue differential".

4. Delete account 4998, "Foreign exchange—Expense differential".

5. Delete the entire text of account 5140 and substitute the following:

§ 35.5140 *Gain or loss on foreign currency exchange.* This account shall be credited or charged, as appropriate, and to the extent outlined in Section 35.03-16, with the amounts of gains or losses resulting from transactions involving foreign currency.

6. Delete account 5298, "Foreign exchange—Income differential".

7. Section 35.41-2, delete from the reference in parentheses, "and paragraph (b) of § 35.03-16."

(Sec. 220, 48 Stat. 1078, 47 U. S. C. 220)

[SEAL] FEDERAL COMMUNICATIONS
COMMISSION,
T. J. SLOWIE,
Secretary.

[F. R. Doc. 47-593; Filed, Jan. 30, 1947;
8:49 a. m.]

PART 34—UNIFORM SYSTEM OF ACCOUNTS FOR RADIOTELEGRAPH CARRIERS¹

At a session of the Federal Communications Commission held at its offices in Washington, D. C. on the 9th day of January 1947;

It appearing, that it is necessary and desirable to amend Part 34 of the Commission's rules and regulations so as to simplify requirements for accounting with respect to transactions involving foreign currency;²

It further appearing, that all persons subject to Part 34 of the Commission's rules and regulations have been given notice of the proposed amendment thereof and have been afforded an opportunity to comment thereon, and that no adverse comments have been received with respect thereto;

It further appearing, that for the foregoing reasons, general notice of proposed rule making and public procedure thereon as provided in section 4 (a) of the Administrative Procedure Act are unnecessary with respect to the foregoing proposed amendment;

It further appearing, that section 220 (g) of the Communications Act of 1934, as amended, provides that notice of alterations in the required manner or form of keeping accounts be given at least six months before the same are to take effect;

It further appearing, that certain of the persons affected by the proposed amendment have expressed the desire to adopt the accounting provided for in such amendment, effective as of January 1, 1947;

It is ordered, That pursuant to section 220 (a) and (g) of the Communications Act of 1934, as amended, Part 34 of the Commission's rules and regulations be, and it is hereby, amended, effective as of August 1, 1947: *Provided, however,* That the accounting prescribed by such amendment may be adopted as of January 1, 1947, upon condition that such accounting is adopted as of that date by all carriers subject to the particular provisions of the rules and regulations in question.

Part 34, as amended, reads as follows:

APPLICABILITY

Sec.	
34.01-1	Carriers subject to this system of accounts.
34.01-2	Classification of carriers.
34.01-3	Determination of class.

¹The numerical sequence of sections in this part follows the established sequence of accounts prescribed thereby.

²By the terms of this amendment §§ 34.03-16, 34.31-99, 34.41-99 and 34.5140 are amended, and §§ 34.3709 and 34.4298 are revoked.

DEFINITIONS

Sec.	
34.02-1	Restrictive use of certain terms.
INSTRUCTIONS; GENERAL	
34.03-1	Classes of records.
34.03-2	Basis of entries in books of account.
34.03-3	Records supporting accounting entries.
34.03-4	Transactions with affiliates.
34.03-5	Summary accounts, subaccounts, additional clearing accounts, and temporary or experimental accounts.
34.03-6	Transferring balances from accounts previously maintained.
34.03-7	Charges to be just and reasonable.
34.03-8	Entries involving telephone, wire-telegraph, or ocean-cable service.
34.03-9	Sequence of accounts not indicative of reports required.
34.03-10	Research and development.
34.03-11	Interpretation of the prescribed accounting.
34.03-12	Interpretation of item lists.
34.03-13	Delayed items.
34.03-14	Unaudited items.
34.03-15	Unusual items.
34.03-16	Transactions involving foreign currency.
34.03-17	Apportioning amounts among accounts.
34.03-18	Transactions involving joint operations.

INSTRUCTIONS; DEPRECIATION ACCOUNTING

34.04-1	Classes of depreciable operated plant.
34.04-2	Computation of depreciation rates.
34.04-3	Depreciation charges.
34.04-4	Plant retired for causes not known to be in current operation.

INSTRUCTIONS FOR CLASS B CARRIERS

34.05-1	Primary operating-revenue accounts for class B carriers.
34.05-2	Primary operating-expense accounts for class B carriers.

REPORTING REQUIREMENTS

34.06-1	Provisions that require specific approval of the Commission before accounting is performed.
34.06-2	Provisions that require certain special reports to be filed.

BALANCE-SHEET ACCOUNTS

INSTRUCTIONS

34.10-1	Purpose of balance-sheet accounts.
34.10-2	Current assets.
34.10-3	Prepayments.
34.10-4	Deferred charges.
34.10-5	Current liabilities.
34.10-6	Long-term debt.
34.10-7	Book cost of securities owned.
34.10-8	Exchange of securities.
34.10-9	Capital stock.
34.10-10	Surplus.
34.10-11	Provisions for future settlements.
34.10-12	Deferred credits.
34.10-13	Discount, expense, and premium on capital stock.
34.10-14	Discount, expense, and premium on long-term debt.
34.10-15	Irrevocable trusts.
34.10-16	Contingent assets and liabilities.
34.10-17	Nominally issued securities.
34.10-99	Contemplated form of balance sheet.

PREScribed ACCOUNTS

Communication Plant

34.1000	Operated plant in carrier's service.
34.1100	Operated plant leased to others.
34.1200	Improvements and replacements of operated plant leased from others.
34.1300	Plant under construction.
34.1400	Plant held for future communication use.
34.1510	Plant acquisition adjustments.

Sec.	
34.1515	Allowance for depreciation; radio-telegraph plant.
34.1520	Allowance for amortization; radio-telegraph plant.
34.1530	Telephone, wire-telegraph, and ocean-cable plant.
34.1535	Allowance for depreciation and amortization; telephone, wire-telegraph, and ocean-cable plant.
34.1599	Foreign investment in communication plant.
Investments and Funds	
34.1610	Miscellaneous physical property.
34.1615	Allowance for depreciation; miscellaneous physical property.
34.1620	Investments in affiliates.
34.1629	Other investments.
34.1630	Debt-redemption funds.
34.1635	Employees' provident funds.
34.1640	Insurance funds.
34.1645	Miscellaneous funds held by trustees.
34.1659	Other miscellaneous funds.
34.1698	Amortized discount and premium on investment securities.
34.1699	Allowance for doubtful investments.
Current Assets	
34.1710	Cash.
34.1715	Special cash deposits.
34.1720	Working cash advances.
34.1725	Temporary investments.
34.1730	Operating revenues receivable from users.
34.1742	Traffic settlements receivable from affiliates.
34.1749	Other receivables from affiliates.
34.1751	Notes receivable.
34.1752	Traffic settlements receivable.
34.1753	Matured interest receivable.
34.1754	Declared dividends receivable.
34.1755	Matured rents receivable.
34.1759	Other accounts receivable.
34.1765	Allowance for uncollectible receivables.
34.1770	Unmatured accrued receivables.
34.1775	Subscriptions to capital stock.
34.1780	Deposits on subscriptions to capital stock.
34.1785	Subscriptions to bonds.
34.1790	Deposits on subscriptions to bonds.
34.1795	Materials and supplies.
34.1799	Other current assets.
Prepayments	
34.1810	Prepaid insurance.
34.1815	Prepaid rents.
34.1820	Prepaid taxes.
34.1899	Other prepayments.
Deferred Charges	
34.1910	Extraordinary maintenance, depreciation, and retirements.
34.1915	Capital stock expense.
34.1920	Long-term debt expense.
34.1925	Discount on capital stock.
34.1930	Unamortized discount on debt.
34.1935	Preliminary survey and investigation charges.
34.1940	Debit balances in clearing accounts.
34.1999	Other deferred charges.
Long-Term Debt	
34.2010	Bonds actually issued.
34.2015	Bonds reacquired.
34.2020	Bonds subscribed; unissued.
34.2025	Receivers' and trustees' securities.
34.2030	Advances from affiliates.
34.2099	Other long-term debt.
Current Liabilities	
34.2110	Matured long-term debt.
34.2115	Customers' deposits.
34.2122	Traffic settlements payable to affiliates.
34.2129	Other payables to affiliates.
34.2131	Notes payable.
34.2132	Traffic settlements payable.
34.2133	Matured interest payable.

RULES AND REGULATIONS

Sec.		Sec.		Sec.	
34.2134	Declared dividends.	34.32	Other transmitter equipment.	34.5125	Interest income.
34.2135	Matured rents payable.	34.33	Cooling apparatus.	34.5135	Income from debt-redemption and other funds.
34.2139	Other accounts payable.	34.34	Receiver equipment.	34.5140	Gain or loss on foreign currency exchange.
34.2155	Advance billings.	34.36	Power supply and distribution equipment.	34.5199	Other noncommunication income.
34.2160	Installment-plan receipts on purchase of capital stock.	34.40	Control apparatus.		
	<i>Liability Accruals</i>	34.41	Equipment on customers' premises.		<i>Deductions From Ordinary Income</i>
34.2165	Interest accruals.			34.5210	Interest on long-term debt.
34.2170	Rent accruals.		<i>Furniture and Office Equipment</i>	34.5215	Interest on indebtedness to affiliates.
34.2175	Tax accruals.	34.51	Furniture and office equipment.	34.5220	Amortization of debt discount.
34.2180	Other accruals.		<i>Mobile Station Equipment</i>	34.5225	Interest charged to construction—Cr.
34.2199	Other current liabilities.	34.61	Ship station equipment.	34.5230	Amortization of debt premium—Cr.
	<i>Provisions for Future Settlements</i>	34.69	Other mobile station equipment.	34.5235	Other interest charges.
34.2210	Provisions for employees' pensions and welfare.		<i>Work Equipment</i>	34.5240	Taxes assumed on interest.
34.2215	Provisions for self-carried insurance.	34.71	Vehicles and draft animals.	34.5245	Amortization of debt expense.
34.2220	Provisions for equalization of maintenance expenses.	34.72	Shop equipment, tools, and implements.	34.5250	Miscellaneous taxes.
34.2225	Provisions for depreciation and replacement of operated plant leased from others.	34.73	Store and warehouse equipment.	34.5255	Amortization of plant-acquisition adjustments.
34.2230	Leased operated plant retired.		<i>Intangibles</i>	34.5260	Revenue-contract payments.
34.2299	Other provisions for future settlements.	34.81	Organization.	34.5299	Other deductions from ordinary income.
	<i>Deferred Credits</i>	34.82	Franchises.		<i>Extraordinary Income; Credits</i>
34.2310	Unamortized premium on debt.	34.83	Patent rights.	34.6110	Delayed income credits.
34.2315	Advances for construction.	34.84	Leaseholds.	34.6199	Other extraordinary income credits.
34.2320	Credit balances in clearing accounts.	34.89	Other intangibles.		<i>Extraordinary Income; Charges</i>
34.2399	Other deferred credits.		<i>Other Plant Accounts</i>	34.6210	Delayed income charges.
	<i>Capital Stock</i>	34.91	Plant acquired; undistributed charges.	34.6299	Other extraordinary income charges.
34.2410	Capital stock issued.				<i>Deductions From Net Income</i>
34.2415	Capital stock reacquired.		<i>INCOME AND EARNED-SURPLUS ACCOUNTS</i>	34.7010	Taxes on net income.
34.2420	Capital stock subscribed; unissued.		<i>INSTRUCTIONS</i>	34.7099	Other deductions from net income.
34.2425	Obligations for stock conversion.	34.30-1	Purpose of income accounts.		<i>EARNED-SURPLUS ACCOUNTS</i>
	<i>Capital Surplus</i>	34.30-2	Income from debt-redemption and other funds.		<i>Earned Surplus; Credits</i>
34.2510	Premiums and assessments on capital stock.	34.30-3	Rents includible in income accounts.	34.8110	Balance transferred from income accounts.
34.2515	Contributions of plant.	34.30-4	Disposition of balances in income accounts.	34.8199	Miscellaneous credits to earned surplus.
34.2599	Other capital surplus.	34.30-5	Purpose of earned surplus accounts.		<i>Earned Surplus; Charges</i>
	<i>Earned Surplus</i>	34.30-6	Disposition of balances in earned surplus accounts.	34.8299	Miscellaneous charges to earned surplus.
34.2610	Contractual reserves.	34.30-99	Contemplated form of income and earned surplus statement.	34.8310	Contractual appropriations of earned surplus.
34.2615	Reserve against impairment of stated capital.		<i>INCOME ACCOUNTS</i>	34.8315	Earned surplus employed in reacquisition of capital stock.
34.2620	Miscellaneous reserves.		<i>Ordinary Income; Communication</i>	34.8320	Miscellaneous appropriations of earned surplus.
34.2699	Unappropriated earned surplus.	34.3000	Operating revenues.	34.8399	Dividend appropriations of earned surplus.
	<i>OPERATED PLANT ACCOUNTS</i>		<i>Operating-Revenue Deductions</i>		<i>OPERATING-REVENUE ACCOUNTS</i>
	<i>INSTRUCTIONS</i>	34.4000	Operating expenses.		<i>INSTRUCTIONS</i>
34.1-1	Purpose and content of operated plant accounts.	34.4910	Depreciation.	34.31-1	Purpose of operating revenue accounts.
34.1-2	Accounting for plant acquisitions.	34.4915	Amortization; intangible operated plant.	34.31-2	Basis of credits to operating revenue accounts.
34.1-3	Components of construction cost.	34.4920	Amortization of plant-acquisition adjustments.	34.31-3	Divisions of operating revenues.
34.1-4	Overhead construction costs.	34.4925	Extraordinary plant losses.	34.31-4	Services furnished without direct charge.
34.1-5	Improvements and replacements of operated plant leased from others.	34.4931	Social security taxes; operating.	34.31-99	Contemplated form of operating revenue statement.
34.1-6	Operated plant retired.	34.4932	Other taxes; operating.		<i>PRESCRIBED ACCOUNTS</i>
34.1-7	Transfers of plant.	34.4935	Uncollectible revenues.		<i>Continental-Fixed Radiotelegraph Revenues</i>
34.1-8	Continuous property-record required.	34.4940	Rent for lease of operated plant.	34.3113	Fixed message revenue; continental.
34.1-99	Contemplated form of plant statement.	34.4945	Telephone, wire-telegraph, and ocean-cable operating revenue deductions.		<i>Insular Fixed Radiotelegraph Revenues</i>
	<i>PRESCRIBED ACCOUNTS</i>	34.4950	Revenue-contract payments.	34.3213	Fixed message revenue; continental transmission.
	<i>Real Estate</i>	34.4999	Other operating-revenue deductions.	34.3214	Fixed message revenue; insular transmission.
34.11	Land.		<i>Other Communication Income</i>		<i>Foreign Fixed Radiotelegraph Revenues; Foreign-Service Classification</i>
34.12	Land improvements.	34.5010	Income from operated plant leased to others.	34.3313	Fixed message revenue; continental transmission.
34.13	Drainage, sewerage, gas, and water systems.	34.5015	Income from telephone, wire-telegraph, and ocean-cable plant leased to others.	34.3315	Fixed message revenue; foreign transmission.
34.14	Buildings.	34.5020	Profit from general services, licenses, and royalties.		
	<i>Fixed and Land Station Aerial Systems and Lines</i>	34.5089	Income from foreign operations.		
34.21	Towers and masts.	34.5099	Other communication income.		
34.22	Antenna systems.		<i>Ordinary Income; Noncommunication</i>		
34.26	Control lines.	34.5110	Income from miscellaneous physical property.		
34.27	Power-supply lines.	34.5115	Income from merchandising, jobbing, and contracting.		
	<i>Fixed and Land Station Transmission Equipment</i>	34.5120	Dividend income.		
34.31	Electron-tube transmitter equipment.				

*Foreign Fixed Radiotelegraph Revenues;
Domestic-Service Classification*

Sec.	
34.3413	Fixed message revenue; continental transmission.
34.3416	Fixed message revenue; foreign transmission.

Marine Radiotelegraph Revenues

34.3513	Marine message revenue; continental transmission.
34.3517:1	Marine message revenue; land station transmission.
34.3517:2	Marine message revenue; ship station transmission.

Other Radiotelegraph Transmission Revenues

34.3618	Mobile (other than marine) message revenues.
34.3628	Facsimile or photogram service revenues.
34.3638	Broadcast-program service revenues.
34.3648	Telephone service revenues.
34.3698	Miscellaneous transmission revenues.

Nontransmission Revenues

34.3818	Revenue from furnishing and servicing stations.
34.3828	Frequency-measuring revenue.
34.3838	Code-registration revenue.
34.3848	Other leased plant revenue.
34.3858	Errand-service revenue.
34.3898	Other nontransmission revenue.

Other Telecommunication Revenues

34.3918	Telephone revenue; telephone systems.
34.3928	Wire-telegraph and ocean-cable revenue; wire systems.

*OPERATING-EXPENSE ACCOUNTS**INSTRUCTIONS*

34.41-1	Purpose of operating expense accounts.
34.41-2	Operating expenses applicable to leased plant.
34.41-3	Direct allocation of operating expenses to stations and city offices.
34.41-4	Expenses of holding or servicing departments.
34.41-5	Maintenance expenses.
34.41-6	Conducting-operations expenses.
34.41-7	Accounting for electron tubes.
34.41-99	Contemplated form of operating expense statement.

*PRESCRIBED ACCOUNTS**Maintenance Expenses*

34.4110	Supervision of maintenance.
34.4115	Maintenance of real estate.
34.4120	Maintenance of fixed and land station aerial systems and lines.
34.4125	Maintenance of fixed and land station transmission equipment.
34.4130	Maintenance of furniture and office equipment.
34.4132	Electron-tube replacements.
34.4135	Maintenance of mobile station equipment.
34.4198	Maintenance-expense equalization.
34.4199	Other maintenance expenses.

Conducting-Operations Expenses

34.4210	Supervision of operations.
34.4215	Operators' wages.
34.4216	Wages of station attendants.
34.4222	Wages of operating-office clerks.
34.4225	Operating power.
34.4230	Traffic damages.
34.4235	Traffic-damage expense.
34.4240	Telephone service; message transmission.
34.4243	Rent for operating offices.
34.4245	Rent for other facilities.
34.4250	Advertising.
34.4255	Soliciting.

Sec.

34.4260	Obtaining stock and commercial news.
34.4270	Commissions—Dr.
34.4275	Commissions—Cr.
34.4281	Messengers' wages.
34.4283	Messengers' uniform expense.
34.4289	Other messenger service expense.
34.4290	Other employees' wages.
34.4295	Supplies; operating offices.
34.4299	Other conducting-operations expenses.

Administrative Expenses

34.4310	Salaries of general officers and executives.
34.4315	Expenses of general officers and executives.
34.4320	Salaries of general office employees.
34.4325	Expenses of general office employees.
34.4399	Other administrative expenses.

General Expenses

34.4410	Legal services.
34.4415	General services, licenses, and royalties—Dr.
34.4420	General services, licenses, and royalties—Cr.
34.4425	Insurance.
34.4430	Injuries and damages.
34.4435	Relief and pensions.
34.4445	Rest and lunch room expenses.
34.4450	Rent for offices.
34.4455	Other rents.
34.4460	Franchise requirements—Dr.
34.4465	Franchise requirements—Cr.
34.4470	Supplies.
34.4475	Training employees.
34.4480	House service.
34.4499	Other general expenses.

*CLEARING ACCOUNTS**INSTRUCTIONS*

34.90-1	Purpose of clearing accounts.
34.90-2	Disposition of balances in clearing accounts.

PRESCRIBED ACCOUNTS

34.9010	Research and development; undistributed.
34.9015	Vehicle expense; undistributed.
34.9020	Shop, tool, and implement expense; undistributed.
34.9025	Plant-supervision expense; undistributed.
34.9030	Supply expense; undistributed.
34.9035	House-service expense; undistributed.

RETIREMENT UNITS

34.1-6-1	List of units to be used in connection with the accounting provided in § 34.1-6.
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AUTHORITY: §§ 34.01-1 to 34.1-6-1, inclusive, issued under sec. 220, 48 Stat. 1078; 47 U. S. C. 220.

NOTE: In preparing this compilation, the Commission has had in mind the necessity for an arrangement which would make the rules conveniently accessible and one which would also make provision for future amendments. To this end all the existing rules have been logically arranged under 32 parts, which have been suitably subdivided, employing nonconsecutive part numbers from 1 to 65, making provision for substitutions and additions.

The several section numbers indicate the relationship among the instructions and accounts of Part 34, as follows:

Examples:

(1) § 34.01-1.	(4) § 34.1000.
(2) § 34.10-1.	(5) § 34.11.
(3) § 34.1-2.	(6) § 34.1515.

Explanation. The number "34" (appearing to the left of the decimal point) indicates the part number.

The dash (-) indicates an instruction that is applicable to several accounts. (See examples (1), (2), and (3).)

With the exception of the instructions that are applicable to more than one group of accounts (which are indicated by a zero following the decimal point), the number between the decimal point and the dash indicates the group of accounts to which the instruction is applicable by the use of a mnemonic method of indication consisting of the first two digits of the first account in a group composed of four-digit account numbers, and the first digit of the first account in a group composed of two-digit account numbers (applicable only to the plant accounts in this system of accounts). Thus, in the foregoing examples:

Section 34.01-1 refers to several groups of accounts;

Section 34.10-1 refers to the balance-sheet accounts (beginning with account 1000);

Section 34.1-2 refers to the plant accounts (beginning with account 11).

When no dash appears in the section number, the number to the right of the decimal point is an account number. (See examples (4), (5), and (6).) A colon (:) indicates the subdivision of an account, the number to the right of the colon being the subaccount number. Where references throughout the regulations are to an account, as such, only the account number is used.

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PRESCRIBED ACCOUNTS

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RETIREMENT UNITS

34.1-6-1	Retirement units.
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¹ The "-99" designates the contemplated form of statement for the respective group.

APPLICABILITY

§ 34.01-1 *Carriers subject to this system of accounts.* This system of accounts applies to carriers engaged primarily in furnishing radiotelegraph service. (See also § 34.03-8.)

§ 34.01-2 *Classification of carriers.* (a) For the purpose of applying this system of accounts radiotelegraph carriers are divided into two classes, as follows:

Class A. Carriers having average annual operating revenues exceeding \$100,000. Such carriers shall keep all of the accounts that are applicable to their affairs.

Class B. Carriers having average annual operating revenues exceeding \$50,000, but not exceeding \$100,000. Such carriers shall keep all of the accounts that are applicable to their affairs, except that their accounts for operating revenues and operating expenses may be kept under the condensed primary classifications provided in §§ 34.05-1 and 34.05-2.

(b) No uniform system of accounts has been prescribed for carriers having average annual operating revenues not exceeding \$50,000. However, such carriers may keep the accounts prescribed in this system of accounts.

§ 34.01-3 *Determination of class.* (a) The class to which any carrier belongs shall be determined by the average of its annual operating revenues for the 3 years immediately preceding the effective date of this system of accounts. If at the close of any subsequent calendar year the average of its annual operating revenues for the latest 3 years is greater than the amount applicable to the class in which the carrier has been previously included, the account applicable to the higher class shall be adopted.

(b) Carriers not engaged in furnishing radiotelegraph service over the 3-year period immediately preceding the effective date of this system of accounts shall estimate the amount of their annual operating revenues and keep the accounts applicable to carriers having actual revenues in the amount estimated.

DEFINITIONS

§ 34.02-1 *Restrictive use of certain terms.* When used in this system of accounts, unless otherwise indicated:

"Accounts" or "these accounts" means the accounts prescribed in "this system of accounts."

"Acquisition cost" means the amount of money actually paid (or the then current money value of any consideration other than money given) by the "carrier" for property, including the preliminary expenses incurred in connection with the acquisition.

"Act" or "the act" means the Communications Act of 1934 as amended.

"Actually issued," as applied to securities issued or assumed by the "carrier," means (1) those securities that have been sold to bona-fide purchasers for a valuable consideration (including those issued in exchange for other securities or other property), (2) those that have been issued in accordance with contractual requirements directly to trustees of debt-redemption and other funds, and (3) those that have been issued in payment of dividends on stock.

"Actually outstanding," as applied to securities issued or assumed by the "carrier," means those securities that have been "actually issued" and are neither retired nor held by or for the "carrier"; *Provided, however,* That securities held by trustees of debt-redemption and other funds shall be regarded and treated as actually outstanding.

"Affiliate" means (and "affiliated" relates to) a "person" that, directly, or indirectly through one or more intermediaries, "controls," is "controlled by," or is "under common control with," the "carrier."

"Amortization" means the gradual extinguishment of an amount in an account by prorating such amount over a fixed period.

"Book amount," as applied to securities issued or assumed by the "carrier," means (1) the amount duly authorized for inclusion in account 2410, "Capital stock issued," for stock having no par value, and (2) the "face amount" of all other securities.

"Book cost" means the amount at which property is recorded in an account without the deduction of amounts in related or other accounts.

"Carrier" means the accounting carrier.

"Class," as applied to depreciable plant, means that portion of the total plant that is represented by a single primary plant account.

"Commission" means the Federal Communications Commission.

"Communication" or "communication service" means the "transmission" of writing, signs, signals, pictures, and sounds of all kinds, by the aid of wire, cable, or radio, between the points of origin and reception of such "transmission," including all instrumentalities, facilities, apparatus, and services (among other things, the receipt, forwarding, and delivery of communications) incidental to such "transmission."

"Continental communication" means "communication" when both the point of origin and the point of destination are located within the "continental United States."

"Continental terminus" means a "fixed station" or a "land station" located within the "continental United States" that is used for direct communication with stations located without the "continental United States."

"Continental transmission" means "transmission" of "communication" within the "continental United States."

"Continental United States" means the several States of the United States, the District of Columbia, and the Territory of Alaska.

"Contingent asset" means an item representing a possible source of value to the "carrier" dependent upon the fulfillment of conditions regarded as uncertain.

"Contingent liability" means an item representing a possible source of obligation of the "carrier" dependent upon the fulfillment of conditions regarded as uncertain.

"Control" means (and the terms "controlling," "controlled by," and "under common control with" relate to) the di-

rect or indirect possession of the power (including the veto power) to direct or to cause the direction of the management, important acts, and policies of a "person," whether such power is exercised through one or more intermediary "persons," or alone, or in conjunction with, or pursuant to an agreement with, one or more other "persons," and whether such power is established through a majority or a minority ownership or voting of securities, common directors, officers, or stockholders, voting trusts, holding trusts, affiliates, contract, or any other direct or indirect means. "Control" shall not be viewed as altered by a new status of any "person" that may be occasioned by proceedings in bankruptcy or by any situation of receivership, trusteeship, or fiduciary relationship resulting from proceedings of a like nature.

"Cost," as applied to plant, means the "original cost" of plant acquired from predecessors as substantially complete operating systems or operating units and the "acquisition cost" of all other plant. Except as applied to plant, "cost" means the amount of money actually paid (or the then current money value of any consideration other than money given) by the "carrier" for property or services.

"Cost of removal" means the cost of demolishing, dismantling, tearing down, or otherwise removing plant, including the cost of transportation and handling incidental thereto.

"Date of installation," as applied to plant acquired from predecessors as substantially complete operating systems or operating units, means the date at which such plant was first dedicated to public use. As applied to all other plant, the term means the date at which such plant was placed in "communication service" by the "carrier."

"Date of retirement" means the date at which plant is retired from "communication service."

"Debt expense" means all expenses incurred by or for the "carrier" in connection with the issuance and sale of evidences of debt (exclusive of the sale of reacquired securities), and such as fees for drafting mortgages and trust deeds; fees and taxes for issuing or recording evidences of debt; cost of engraving and printing bonds, certificates of indebtedness, and other commercial paper; specific costs of obtaining governmental authority for issuance and filing notices thereunder; fees for legal services; fees and commissions paid underwriters, brokers, and salesmen for marketing such evidences of debt; fees and expenses of listing on exchanges; and other like costs.

"Delayed items" means items relating to transactions that occurred during a prior calendar year and require further accounting treatment for a true statement. It includes adjustments of errors in the operating-revenue, operating-expense, and other income accounts for prior years.

"Depreciation," as applied to depreciable "operated plant," means the loss in "service value" not restored by current maintenance, incurred in connection with the consumption or prospective re-

irement of such plant in the course of service from causes known to be in current operation against which the "carrier" is not protected by insurance and the effect of which can be forecast with a reasonable approach to accuracy. Among the causes to be given consideration are wear and tear, decay, action of the elements, obsolescence, inadequacy, changes in the art, changes in demand, and requirements of public authorities.

"Discount," as applied to securities issued or assumed by the "carrier," means the excess of (1) the "book amount" of the securities over (2) the then current money value of the consideration received from their sale less the amount included therein for dividends or for interest accrued.

"Face amount," as applied to securities issued or assumed by the "carrier," means the amount of principal set forth in the documents themselves.

"Fixed communication" means "communication" when both the point of origin and the point of destination are "fixed stations."

"Fixed communication revenue" means revenue derived from "fixed transmission."

"Fixed station" means a "station" not capable of being moved that is used for communication with one or more other "fixed stations."

"Fixed transmission" means "transmission" of "fixed communication."

"Foreign communication" means "communication" when either the point of origin or the point of destination is located without the "United States."

"Foreign communication revenue" means revenue derived from "foreign transmission."

"Foreign transmission" means "transmission" among foreign stations and between foreign stations and the "continental terminus" of "foreign communication."

"Includible" means properly includible under the provision of "this system of accounts."

"Insular communication" means "communication" between the insular territories or possessions of the United States (excluding the Philippine Islands and the Canal Zone), and the "continental United States," or among the insular territories or possessions of the United States (excluding the Philippine Islands and the Canal Zone).

"Insular transmission" means "transmission" between insular stations and the "continental terminus" of "insular communication" or among insular stations.

"Investment advances" means advances, represented by notes or by book accounts only, which it is mutually agreed or intended between the creditor and the debtor shall be settled by the issuance of capital stock or evidences of long-term debt, or shall not be subject to current settlement. Advances with respect to which amounts have been included in the current accounts for more than 1 year will be considered not subject to current settlement.

"Land station" means a "station" not capable of being moved that is used for communication with "mobile stations."

"Marine communication" means "communication" when either the point of origin or the point of destination is a "ship station."

"Marine transmission" means "transmission" among "ship stations" or between "ship stations" and "land stations."

"Matured" means due and payable (or receivable) as at a date not later than the first day following the date of the balance sheet.

"Minor items," as applied to plant, means those items of depreciable "operated plant" not designated as "retirement units" in § 34.1-6-1.

"Mobile communication" means "communication" when either the point of origin or the point of destination is a "mobile station."

"Mobile communication revenue" means revenue derived from "mobile transmission."

"Mobile station" means a "station" capable of being moved and which ordinarily does move.

"Mobile transmission" means "transmission" of "mobile communication." It includes transmission of such communication between stations that do not communicate directly with "mobile stations."

"Net book cost," as applied to a specific portion of plant, means the "book cost" of that portion minus that part of the related depreciation (or amortization) allowance account that is assignable to that portion of the plant.

"Net salvage value" means the "salvage value" of plant retired after deducting the "cost of removal" incidental to its retirement.

"Nominally issued," as applied to securities issued or assumed by the "carrier," means those securities that have been signed, certified, or otherwise executed, and placed with the proper officer for sale and delivery, or pledged or otherwise placed in some special fund of the "carrier," but have not been sold or issued directly to trustees of debt-redemption or other funds.

"Nominally outstanding," as applied to securities issued or assumed by the "carrier," means those "actually issued" securities that have been reacquired by or for the "carrier" under circumstances that prohibit considering them retired: *Provided, however*, That securities held by trustees of debt-redemption or other funds shall be regarded and treated as "actually outstanding."

"Operated plant" means physical plant used in "radiotelegraph service" together with associated intangible items.

"Original cost," as applied to plant, means the actual money cost of (or the then current money value of any consideration other than money given for) property at the time it was first dedicated to the public use, whether by the "carrier" or by any other "person."

"Person" means an individual, a corporation, a partnership, an association, a joint-stock company, a business trust, or any other organized group, or any receiver or trustee.

"Plant retired" means plant that has been removed, sold, abandoned, de-

stroyed, or for any cause withdrawn from "communication service."

"Premium," as applied to securities issued or assumed by the "carrier," means the excess of (1) the then current money value of the consideration received from their sale, less the amount included therein for dividends or interest accrued over (2) their "book amount."

"Primary account" means (1) any account the name or title of which appears in the table of contents of "this system of accounts" or (2) any additional clearing account or experimental account optionally maintained pursuant to the provisions of § 34.03-5.

"Radiotelegraph plant" means plant used or useful in furnishing "radiotelegraph service."

"Radiotelegraph service" means "communication service" furnished by means of radiotelegraph, including incidental services so intimately related to such service as to make impracticable the determination of the extent to which plant, income, revenue, or expenses are related to such incidental services.

"Replacement" means the construction or installation of plant in place of "plant retired."

"Retirement." (See "plant retired.")

"Retirement units" means the items of depreciable "operated plant" listed in § 34.1-6-1 of "this system of accounts."

"Salvage value" means the amount received for "plant retired," if sold, less any expenses incurred in connection with such sale or in preparing the property for sale; or, if retained, the amount at which the material recovered is chargeable to account 1795, "Material and supplies," or other appropriate account.

"Service life" means the period between the "date of installation" of plant and the "date of retirement" thereof.

"Service value" means the difference between the "cost" of plant and its "net salvage value."

"Ship station" means a "station" located on a ship, vessel, or other water craft (except aircraft) used or capable of being used as a means of transportation on water, whether or not it is actually afloat.

"Station" means a complete transmitting or receiving system or operating unit at a particular location, used in "radiotelegraph service."

"Stock expense" means all expenses incurred by or for the "carrier" in connection with the issuance and sale of capital stock (exclusive of the sale of reacquired capital stock), such as fees and commissions paid to promoters, underwriters, brokers, and salesmen; fees for legal services; cost of soliciting subscriptions for capital stock, including fees, commissions, and advertising; specific costs of obtaining governmental authority for issuance and filing notices thereunder; fees and taxes for issuance of capital stock and listing on exchanges; and the cost of preparing, engraving, printing, issuing, and distributing prospectuses and stock certificates.

"Straight-line method," as applied to depreciation accounting, means the plan under which the "service value" of depreciable "operated plant" is charged to depreciation, clearing, and other ac-

counts and credited to the depreciation-allowance account through equal charges (as nearly as may be) during its "service life."

"Subclass," as applied to depreciable plant, means that portion of a "class" of plant, preferably corresponding to one or more "subprimary" plant accounts, to the cost of which a specific percentage rate of depreciation is applied in accounting for "depreciation," which percentage rate differs from those that are applied with respect to other "subclasses" of the same "class" of such plant.

"Subprimary account" means any account, required or permitted by "this system of accounts," the balance in which, if combined with the balance in other such accounts subprimary to the same account, will produce the balance in that "primary account."

"System of accounts" or "this system of accounts" means the rules embodied in this part.

"Transmission" means the movement of "communication." It includes the receiving, forwarding, and delivery of communications.

"United States" means the several States and Territories, the District of Columbia, and the possessions of the United States, but does not include the Philippine Islands or the Canal Zone.

INSTRUCTIONS; GENERAL

§ 34.03-1 *Classes of records.* The records to be maintained in accordance with the provisions of this system of accounts are divided into two classes: viz, (1) books of account, containing the primary and subprimary accounts defined in § 34.02-1, and (2) supporting records. (See also §§ 34.03-2 and 34.03-3.)

NOTE: The periods for which these records are to be retained are set forth in Part 25, "Destruction of records," under Title 47 of the Code of Federal Regulations, Telecommunication.¹

§ 34.03-2 *Basis of entries in books of account.* (a) Amounts entered in the books of account shall be in denominations of United States currency. When subsidiary records are kept in which entries are made in foreign currencies, the conversion to United States currency for entry in the books of account shall be effected as prescribed in § 34.03-16.

(b) The books of account shall be so maintained that when the full information is not recorded therein the entries shall contain sufficient reference to the supporting records to permit ready identification.

(c) Each carrier shall keep its books of account on a calendar-month basis so that for each month all transactions applicable thereto, as nearly as may be ascertained, will be entered in the books. The final entries for any month shall be made not later than 60 days after the last day of the month for which the accounts are stated, except that the period within which the final entries for the month of December shall be made may be extended to such date as will not interfere with the preparation and filing of annual reports as required by section 219 of the act.

(d) The books of account shall be maintained independently for each carrier and shall not be combined with those of any other person.

§ 34.03-3 *Records supporting accounting entries.* Supporting records shall be maintained in which shall be shown the full details concerning any entry in the books of account for which the details are not shown in the accounts themselves. The supporting records referred to herein include, in addition to accounting records in a limited technical sense, all records such as minute books, stock books, reports, correspondence, memoranda, and any and all other records that would be useful in developing the history of or the facts regarding any transaction. The detail records shall be so filed as to be readily accessible for examination by representatives of this Commission.

§ 34.03-4 *Transactions with affiliates.* Each carrier shall so maintain its accounts and records as to be able to furnish accurately and expeditiously a statement of all transactions with affiliates. This statement shall show the general nature of the transactions, the amounts involved therein, and the amounts included in each account prescribed herein with respect to such transactions.

§ 34.03-5 *Summary accounts, subaccounts, additional clearing accounts, and temporary or experimental accounts.* (a) Accounts that are clearly summaries of other accounts or subaccounts provided for herein are not required to be kept in the carrier's books of account. However, such accounts may be opened in the general books for control purposes.

(b) All accounts kept shall conform in number and title to those prescribed herein, except that:

(1) Carriers may subdivide any of the accounts, provided such subdivisions do not impair the integrity of the prescribed accounts. The titles of all such subdivisions shall refer by number or title to the account or accounts of which they are subdivisions.

(2) Clearing accounts (in addition to those prescribed) and temporary or experimental accounts may be kept, provided such additional accounts do not impair the integrity of the prescribed accounts.

(3) Within 90 days from the effective date of this system of accounts, the carrier shall notify this Commission of the nature and purpose of (i) the subdivisions of the prescribed accounts, (ii) the temporary accounts, (iii) experimental accounts, and (iv) additional clearing accounts, opened under authority of this section. The carrier shall continue to keep the Commission informed of all additional accounts (or subaccounts) of these types opened after such effective date.

NOTE: Only one item need be reported for a group of subaccounts that differ from each other only with respect to geographical location or type of material.

§ 34.03-6 *Transferring balances from accounts previously maintained.* As at the effective date of this system of accounts, the several accounts prescribed herein shall be opened by transferring

thereto the balances carried in the accounts previously maintained by the carrier. The carrier is authorized to make such subdivisions, reclassifications, or consolidations of these balances as are necessary to meet the requirements of this system of accounts. Entries that require the determination of cost by estimates shall be supported by records showing in complete detail the methods used in arriving at or computing the amounts thereof. Copies of journal entries recorded to effect the transfers, and a detailed statement of the methods used in arriving at or computing estimated costs, shall be filed with this Commission within 90 days from the dates of the entries.

§ 34.03-7 *Charges to be just and reasonable.* All charges to the accounts prescribed in this system of accounts for plant, operating revenues and operating expenses, and other operating revenue deductions, shall be just and reasonable, and any payments by the carrier in excess of such just and reasonable charges shall be included in account 5299, "Other deductions from ordinary income."

§ 34.03-8 *Entries involving telephone, wire-telegraph, or ocean-cable service.*

(a) When radiotelegraph carriers are engaged also in furnishing telephone, wire-telegraph, or ocean-cable services through the utilization of distinctive portions of their facilities devoted exclusively or primarily to such services, they shall maintain their accounts for plant, operating revenues, operating expenses, and other items applicable to each such service in conformity with the respective effective rules governing carriers engaged primarily in furnishing such service.

(b) The cost of distinctive telephone, wire-telegraph, or ocean-cable plant shall be reported in account 1530, "Telephone, wire-telegraph, and ocean-cable plant." The amounts in the allowance accounts for depreciation and amortization of such plant shall be reported in account 1535, "Allowance for depreciation and amortization; telephone, wire-telegraph, and ocean-cable plant." The amount of revenue derived from the operation of such plant shall be reported in account 3918, "Telephone revenue; telephone systems," or account 3928, "Wire-telegraph and ocean-cable revenue; wire systems," as appropriate. The amounts of operating revenue deductions applicable to the operation of such plant shall be reported in account 4945, "Telephone, wire-telegraph, and ocean-cable operating revenue deductions."

(c) When the major use of a particular portion of the carrier's plant is in radiotelegraph service, but the same facilities are used also in other types of communication service in a manner preventing the distinction of the physical elements associable with such services, the distribution of the operating revenues, operating expenses, and other deductions from operating revenues among the several classes of communication service where directly applicable shall be accomplished by subdivisions of the prescribed accounts, except that revenues derived from telephone service rendered through the use of such plant shall be included in account 3648, "Tele-

¹ Part 25 is now Part 42.

phone service revenues." (See also § 34.03-17.)

§ 34.03-9 *Sequence of accounts not indicative of reports required.* The order in which the accounts are presented in this system of accounts is not to be considered as necessarily indicative of the order in which they will be scheduled at all times in reports to this Commission. The sequence contemplated (until further notice) will be as indicated in the respective forms which immediately precede the texts for the several groups of accounts.

§ 34.03-10 *Research and development.* (a) The cost of preliminary surveys, plans, and investigations made for the purpose of determining the feasibility of contemplated major projects shall be charged to account 1935, "Preliminary survey and investigation charges," and subsequently cleared therefrom in accordance with the text of that account.

(b) The cost of research and development work such as laboratory expenses and other research items that can not be assigned to specific construction projects shall be charged to account 9010, "Research and development; undistributed," and subsequently cleared therefrom in accordance with the text of that account.

§ 34.03-11 *Interpretation of the prescribed accounting.* Responsible accounting officials of the carrier shall submit all questions involving interpretation of the prescribed accounting to this Commission for consideration and decision.

§ 34.03-12 *Interpretation of item lists.* The lists of items following the texts of the several accounts are for the purpose of indicating the application of the prescribed accounting in specific cases. The lists are not to be considered as comprising all the items includible in the several accounts, but merely representative of them. Inasmuch as the same item frequently appears in more than one list, the appearance of an item in a list warrants the inclusion of such item in the account concerned only when the text of the account also indicates its inclusion. The proper entry in each instance must be determined by the text of the account.

§ 34.03-13 *Delayed items.* Delayed items shall be charged or credited to the same accounts that would have been charged or credited if the items had not been delayed: *Provided*, That when the amount of a delayed item is relatively so large that its inclusion in the accounts for a single year would seriously distort the accounts for that year, the carrier shall charge or credit the amount to account 6210, "Delayed income charges," or account 6110, "Delayed income credits," as appropriate. Within 30 days from the dates of the entries the carrier shall file with this Commission a statement showing the full particulars concerning each such item, including the accounts and years that would have been affected had the item not been delayed.

§ 34.03-14 *Unaudited items.* (a) When, at the end of a calendar year or

at such other time as a financial statement may be required by this Commission, it is known that a transaction has occurred which affects these accounts but the amount involved in the transaction and its effect upon the accounts cannot be accurately determined, the amount shall be estimated and such estimated amount included in the appropriate accounts. The carrier is not required to anticipate minor items that would not appreciably affect these accounts.

(b) If, during the interval between the date of initial estimate of the item and the date on which it is audited, a substantial difference from the initial estimate is determined, appropriate adjustment to cover such difference shall be made in the accounts for the month in which the difference is determined.

(c) When the item is audited, the necessary adjustment shall be made in the appropriate account for the month in which the item is audited.

(d) Any substantial difference determined in accordance with paragraph (b) or (c) shall be accounted for as provided in § 34.03-13 or § 34.03-15, as appropriate.

§ 34.03-15 *Unusual items.* When the amount of any unusual item includible in an operating revenue, operating expense, or other income account for a single month is relatively so large that its inclusion in the accounts for that month would seriously distort those accounts, it may be included in account 1999, "Other deferred charges," or account 2399, "Other deferred credits," as appropriate, and distributed in equal amounts to the accounts for the current and remaining months of the calendar year.

§ 34.03-16 *Transactions involving foreign currency.* (a) Amounts to be entered in the accounts of this system that are originally stated in terms of foreign currency or that arise from contracts stated in terms of such foreign currency shall be recorded at the rate of exchange effective at the date as of which the original transaction occurs. (For the purposes of this system of accounts a contractual common denominator, such as the gold franc, shall be viewed as a unit of foreign currency, irrespective of the facts regarding actual monetary circulation.)

(b) Gains or losses due to the difference in the rates of exchange developing between the date of the original transaction referred to in paragraph (a) of this section and the date of realization, liquidation, or settlement in cash or its equivalent, shall be credited or charged, as appropriate, to account 5140, "Gain or loss on foreign currency exchange." Such differences shall be recorded by stages in the course of monthly restatements of current assets and current liabilities on basis of the latest applicable rates of exchange. Other balance sheet accounts shall not reflect changes, prior to cash or equivalent settlement, in the rate of exchange.

§ 34.03-17 *Apportioning amounts among accounts.* (a) When it is necessary to apportion amounts among accounts or subaccounts, the carrier shall

be prepared to describe the basis of such apportionment.

(b) The pay and expenses of officers or employees regularly assigned to specific duties who perform incidental services of a different nature involving small expense shall be included in the expense accounts appropriate for the duties to which such officers or employees are regularly assigned.

(c) The pay and expenses of officers or employees engaged in activities of a varying nature, such as a supervising engineer who may be assigned to construction, maintenance, or operation work, shall be included in the appropriate account upon basis of the actual time engaged in the respective classes of work, except that the pay and expenses of an officer or employee who performs substantially the same variety of duties from day to day may be distributed upon basis of a study of the time actually engaged during a representative period.

§ 34.03-18 *Transactions involving joint operations.* (a) In accounting for operating expenses incurred under arrangements for apportionment between persons concerned, the carrier shall distribute its portion of the entire expense to the appropriate operating expense accounts.

(b) Any amounts included in the settlement representing return on investment in the plant used under joint-operation arrangements shall be charged or credited, as the case may be, to the appropriate rent-expense account or to the appropriate rent-revenue account.

(c) The creditor shall show the distribution of the charges in its bills, and such distribution shall be adhered to in the accounts of the debtor.

INSTRUCTIONS; DEPRECIATION ACCOUNTING

§ 34.04-1 *Classes of depreciable operated plant.* The classes of depreciable operated plant and the accounts in which the cost of such plant is included are as follows:

Land improvements (account 12).
Drainage, sewerage, gas, and water systems (account 13).
Buildings (account 14).
Towers and masts (account 21).
Antenna systems (account 22).
Control lines (account 26).
Power-supply lines (account 27).
Electron-tube transmitter equipment (account 31).
Other transmitter equipment (account 32).
Cooling apparatus (account 33).
Receiver equipment (account 34).
Power supply and distribution equipment (account 36).
Control apparatus (account 40).
Equipment on customers' premises (account 41).
Furniture and office equipment (account 51).
Ship station equipment (account 61).
Other mobile station equipment (account 69).
Vehicles and draft animals (account 71).
Shop equipment, tools, and implements (account 72).
Store and warehouse equipment (account 73).

§ 34.04-2 *Computation of depreciation rates.* (a) Depreciation charges shall be computed by applying with respect to each month's accounts one-twelfth of the annual percentage rate

RULES AND REGULATIONS

considered applicable to the cost of each class or subclass of depreciable plant or to the cost of that portion of such plant with respect to which the estimated service value has not been completely accounted for through the aggregate of prior current allowances for depreciation. These percentage rates shall be based upon the estimated service values and service lives developed by a study of the carrier's history and experience and such engineering and other information as may be available with respect to prospective future conditions, but shall not include any allowance for loss in service value of property expected to be acquired in the future. These percentage rates shall be such that the loss in service value of plant, except losses excluded under the definition of depreciation, shall be accounted for under the straight-line method of depreciation accounting.

(b) The carrier shall keep such records of plant and plant retirements as will reflect the service life of plant that has been retired or will permit the determination of service-life indications by mortality, turnover, or other appropriate methods and also such records as will reflect the percentage of net salvage value for plant retired from each class of depreciable plant.

(c) When with respect to any class or subclass of plant the factors causing depreciation (and consequently occasioning the amount of the current net book cost and the rate of depreciation previously applied in the accounts) commence at any time (including the accounting period—year or month—immediately preceding retirement) to operate at a new rate, the fact shall be recognized in the accounts by applying (actually or in effect) such a new percentage rate to the cost of that plant or portion thereof as will dispose of the difference between its net book cost and its estimated net salvage value during the period (known or estimated) of its remaining life.

§ 34.04-3 Depreciation charges. (a) The current depreciation charges applicable to operated plant the cost of which is includible in account 1000, "Operated plant in carrier's service," and account 1200, "Improvements and replacements of operated plant leased from others," shall be recorded monthly in account 4910, "Depreciation," or in the clearing accounts, as appropriate, and corresponding credits shall be recorded in account 1515, "Allowance for depreciation—Radiotelegraph plant." (See also § 34.1-5.)

(b) When, under the terms of a lease, the carrier, as lessor, is required to replace or to restore the condition of operated plant the cost of which is includible in account 1100, "Operated plant leased to others," the current depreciation charges shall be recorded monthly in account 5010, "Income from operated plant leased to others," and corresponding credits shall be recorded in account 1515, "Allowance for depreciation; radiotelegraph plant." (See also § 34.30-3.)

(c) When, under the terms of a lease, the carrier, as lessee, is required to replace or to restore the condition of op-

erated plant leased from others, depreciation charges with respect to such original leased plant shall be computed and applied as provided in § 34.1-5.

(d) Depreciation charges initially accounted for by the lessor shall be reported to and accounted for by the lessee as provided in paragraph (c) of § 34.30-3.

§ 34.04-4 Plant retired for causes not known to be in current operation. (a) The accounting for operated plant retired for causes not known to be in current operation shall be as provided in paragraph (a) of § 34.1-6 and account 4925, "Extraordinary plant losses."

(b) If the cause of the retirement is a loss covered by insurance for which provision has been made in account 2215, "Provision for self-carried insurance," the loss shall be charged to that account to the extent of the amount so provided. If the loss is not covered by insurance the carrier may, with the approval of this Commission, credit account 1515, "Allowance for depreciation; radiotelegraph plant," and charge account 1910, "Extraordinary maintenance, depreciation, and retirements," with the unprovided-for loss in service value, and distribute it from the latter account to account 4925, "Extraordinary plant losses," over such period as this Commission may approve. The carrier's application to this Commission for permission to charge account 1910, shall give full particulars concerning the plant retired, the unprovided-for service loss, and the period over which, in its judgment, such charges should be distributed.

INSTRUCTIONS FOR CLASS B CARRIERS

§ 34.05-1 Primary operating revenue accounts for class B carriers. Class B carriers shall keep all the operating revenue accounts prescribed for class A carriers that are applicable to their affairs, except that they may keep the following account in lieu of the nontransmission revenue accounts:

3800 *Nontransmission revenues.* This account shall include the carrier's portion of revenues from radiotelegraph operations other than transmission. It shall include all the operating revenues includible by class A carriers in accounts 3810 to 3899, inclusive.

§ 34.05-2 Primary operating expense accounts for class B carriers. Class B carriers shall keep all the operating expense accounts prescribed for class A carriers that are applicable to their affairs, except that certain accounts may be combined as follows:

4280 *Messenger service expense.* This account shall include the amount of all expenses incurred in furnishing messenger service. It includes all expenses includible by class A carriers in accounts 4281 to 4289, inclusive.

4299 *Other conducting-operations expenses.* This account shall include the amount of expenses incurred in conducting operations not provided for elsewhere. It includes all expenses includible by class A carriers in accounts 4210, 4225, 4235, 4240, 4250, 4255, 4260, 4270, 4275, and 4299.

4300 *Administrative expenses.* This account shall include the administrative expenses of the carrier. It includes all expenses includible by class A carriers in accounts 4310 to 4399, inclusive.

4400 *General expenses.* This account shall include the general expenses of the carrier.

It includes all expenses includible by class A carriers in accounts 4410 to 4499, inclusive.

REPORTING REQUIREMENTS

§ 34.06-1 Provisions that require specific approval of Commission before accounting is performed. (a) Specific authority shall be obtained from this Commission before entering charges representing unprovided-for loss in service value in account 1910, "Extraordinary maintenance, depreciation, and retirements." (See paragraph (b) of § 34.04-4.)

(b) A statement indicating the plan of accounting proposed to record the exchange of securities issued or assumed by the carrier shall be submitted to this Commission for consideration and approval prior to the recording of journal entries applicable thereto. (See § 34.10-8.)

(c) A statement indicating the plan of accounting proposed to record the issuance of no-par stock, the appropriation of surplus for transfer to no-par capital stock account, the reduction of capital surplus through the use of the no-par capital stock account, or the reduction of account 2410, "Capital stock issued," through the creation of surplus or the reduction of book value of assets, shall be submitted to this Commission for consideration and approval prior to the recording of journal entries applicable thereto. (See paragraph (c) of § 34.10-9.)

(d) Specific authority shall be obtained from the Commission if, in connection with the refinancing of an issue or series of bonds or other long-term debt, the carrier desires to amortize any of the discount, expense, or premium associated with the issuance or redemption of the prior issue over a period subsequent to the date of its redemption. (See paragraph (f) of § 34.10-14.)

(e) Specific authority shall be obtained from this Commission before disposing of amounts entered in account 1510, "Plant acquisition adjustments." (See paragraph (e) of that account.)

(f) Carriers desiring to use accounts 1599, "Foreign investment in communication plant," and 5089, "Income from foreign operations," shall advise this Commission at least 60 days before the effective date of this system of accounts.

(g) Carriers desiring to change the optional procedure adopted for recording foreign investments and foreign income shall advise this Commission at least 90 days before the proposed date of such change. (See paragraph (d) of accounts 1599 and 5089.)

(h) Specific authority shall be obtained from this Commission before using account 2220, "Provisions for equalization of maintenance expenses," and account 4198, "Maintenance-expense equalization." (See paragraph (a) of each of those accounts.)

(i) Specific authority shall be obtained from this Commission before transferring any amounts credited to account 2515, "Contributions of plant," to another account. (See paragraph (b) of account 2515.)

(j) A statement indicating the plan of accounting proposed to record the acquisition of duplicate and other plant acquired from predecessors which is in-

tended to be retired shall be submitted to this Commission for consideration and approval prior to the recording of journal entries applicable thereto. (See paragraph (d) (3) of § 34.1-2.)

(k) Specific authority shall be obtained from this Commission before including in construction cost any interest covering a period of more than 6 months from the date of suspension of construction work. (See paragraph (c) (8) of § 34.1-3.)

(l) Amounts included in account 1999, "Other deferred charges," and account 2399, "Other deferred credits," representing settlements with lessees upon termination of leases shall not be disposed of except upon the specific approval or direction of this Commission. (See paragraph (g) of § 34.1-5.)

(m) Amounts included in account 2225, "Provisions for depreciation and replacement of operated plant leased from others," and account 2230, "Leased operated plant retired," with respect to expired leases shall not be disposed of except upon the specific approval or direction of this Commission. (See paragraph (f) of § 34.1-6.)

(n) Specific authority shall be obtained from this Commission before recording amounts in accounts 4950, "Revenue-contract payments," and 5260, "Revenue-contract payments."

(o) Specific authority shall be obtained from this Commission before transferring any amounts charged to account 9010, "Research and development; undistributed," to any account other than account 6299, "Other extraordinary income charges." (See note to account 9010.)

(p) Specific authority shall be obtained from this Commission before the elimination of or substitution for retirement units. (See paragraph (b) of § 34.1-6-1.)

§ 34.06-2 *Provisions that require certain special reports to be filed.* (a) A statement indicating the nature and purpose of subdivisions of the prescribed accounts, of experimental accounts, of temporary accounts, and of additional clearing accounts that have been opened in the books of account shall be filed with this Commission within 90 days of the effective date of this system of accounts. The carrier shall continue to keep the Commission informed of all additional accounts or subaccounts of these types subsequently opened. (See paragraph (b) (3) of § 34.03-5.)

(b) Copies of journal entries recorded to effect the transfers of balances carried in accounts previously maintained by the carrier, and a detailed statement of the method used in computing estimated cost, shall be submitted to this Commission within 90 days from the dates of the actual entries. (See § 34.03-6.)

(c) A statement showing the full particulars concerning any relatively large delayed item included in account 6110, "Delayed income credits," or account 6210, "Delayed income charges," shall be filed with this Commission within 30 days from the dates of the actual entries. (See § 34.03-13.)

(d) A transcript of the capital surplus accounts, together with a summary statement of the charges and credits, maintained prior to the effective date of this system of accounts shall be filed with this Commission within 90 days of the effective date of this system of accounts. (See paragraph (c) of § 34.10-10.)

(e) A statement showing the details concerning contingent assets and contingent liabilities shall be filed with the annual report to this Commission. (See § 34.10-16 and paragraph (b) of account 1751, "Notes receivable.")

(f) Copies of journal entries recording the acquisition of certain major properties shall be submitted to this Commission within 90 days from the dates of the actual entries. (See paragraph (g) of § 34.1-2.)

(g) Copies of journal entries recording the completion of the prescribed accounting for plant acquisitions shall be submitted to this Commission within 90 days from the date that the clearing entries relating to each acquisition are made. Within 90 days from the date of any entry recording an acquisition, the carrier shall submit to this Commission a statement indicating the approximate date contemplated for the completion of the clearing entries relating thereto. (See particularly paragraph (g) of § 34.1-2 and paragraph (b) of account 91.)

(h) Not later than June 30, 1940, each carrier shall submit to this Commission for consideration and approval its plan for the establishment and maintenance of a continuous property-record. (See paragraph (b) of § 34.1-8.)

(i) A semiannual report shall be submitted to the Commission with respect to retirement units in accordance with the provisions of paragraph (d) of § 34.1-0-1.

BALANCE-SHEET ACCOUNTS

INSTRUCTIONS

§ 34.10-1 *Purpose of balance-sheet accounts.* The balance-sheet accounts are designed to show the financial position of the carrier as at a given date.

§ 34.10-2 *Current assets.* (a) Current assets are cash, those assets that are readily convertible into cash or are held for current use in operations or construction, current claims against others the payment of which is reasonably assured, and amounts accruing to the carrier that are subject to current settlement, except that bonds and other obligations of others classified by the carrier in investment and fund accounts at the time of acquisition shall remain so classified until the date of payment, sale, or other disposition thereof.

(b) There shall not be included in the group of accounts designated as current assets any item the collectibility of which is not reasonably assured unless adequate allowance has been made therefor in account 1765, "Allowance for uncollectible receivables." Items of current character but of doubtful value may be reduced in amount and, for record purposes, carried in these accounts at nominal value. The amounts of such reductions, or the

amounts provided for by credits to account 1765, shall be charged to account 4935, "Uncollectible revenues," account 5299, "Other deductions from ordinary income," or account 6299, "Other extraordinary income charges," as appropriate.

§ 34.10-3 *Prepayments.* (a) Prepayments are amounts paid by the carrier for services to be rendered during a subsequent accounting period.

(b) When advance payments are made, the appropriate account shall be charged with the amount of such payment. As the term expires for which the advance payments were made, the prepayment account shall be credited at monthly intervals and the appropriate expense account or other account shall be charged with the amount applicable to the expired term.

§ 34.10-4 *Deferred charges.* Deferred charges are amounts representing (1) debit items held in suspense pending determination of their actual status, (2) costs of services that have been rendered to the carrier but are chargeable to future operations, and (3) items which for other reasons are allocable to other appropriate accounts for a succession of future periods.

§ 34.10-5 *Current liabilities.* (a) Current liabilities are those obligations that have become matured at the date of the balance sheet or that will become due within 1 year from the date thereof (except bonds, receivers' and trustees' securities, and similar obligations, which shall be classified as long-term debt until the date of maturity); matured taxes, such as income taxes, which shall be classified (in the balance sheet) as current liabilities even though payable more than 1 year from the balance-sheet date; compensation awards, which shall be classified as current liabilities regardless of the date due; and minor amounts payable in installments, which may be classified as current liabilities.

(b) The liability-accrual accounts shall include the amounts of interest, taxes, rents, and other items with respect to which amounts eventually payable have been recorded as deductions from revenue or income but which have not matured. (See also paragraph (a) of § 34.03-17.)

§ 34.10-6 *Long-term debt.* (a) When evidences of debt that, according to their terms, do not mature until more than 1 year from date of issuance are issued or assumed by the carrier or by a receiver or an operating trustee of the carrier, the face amount of such evidences of debt shall be recorded in the appropriate account under the caption "Long-term debt." (See also § 34.10-14.)

(b) If a liability, other than compensation awards or minor amounts payable in installments, is due more than 1 year from date of issuance or assumption by the carrier, it shall be credited to a long-term debt account appropriate for the transaction, but, for the purpose of classification in the balance sheet, a debt (except bonds, receivers' and trustees')

securities, and similar obligations) shall be classified as a current liability if due within 1 year from the balance-sheet date.

§ 34.10-7 *Book cost of securities owned.* (a) Securities of others acquired by the carrier shall be recorded in these accounts at cost. Such cost shall not include any amount paid for dividends or for interest accrued.

(b) The carrier's records shall be so maintained as to show separately the cost of (1) common stock, (2) preferred stock, and (3) long-term debt.

(c) The carrier's records shall be so maintained that in the reports to this Commission the securities, classified as in paragraph (b) of this section, that are pledged as collateral security for any of the carrier's or other persons' long-term debt or short-term loans or to secure the performance of contracts may be shown separately from the securities, similarly classified, that are unpledged.

(d) There shall not be included in the accounts designated as investment and fund accounts any amount the ultimate realization of which is not reasonably assured unless adequate allowance has been made therefor in account 1699, "Allowance for doubtful investments." The book cost of securities includible in such accounts shall be reduced to a nominal amount if there is no reasonable prospect of substantial value, but fluctuations in market value shall not be recorded in the accounts. Amounts by which these securities are thus reduced or amounts provided for by credits to account 1699, shall be charged to account 6299, "Other extraordinary income charges."

(e) When securities authorized by State laws for inclusion in legal reserve funds required by such laws, and in other similar fiduciary funds requiring a qualification for the investment thereof, and with a fixed maturity date (other than securities issued or assumed by affiliates), are purchased at a discount (i. e., when the total cost including brokerage fees, taxes, commissions, and similar costs is less than the face amount of the securities), such discount shall be amortized over the remaining life of the securities through periodic charges to account 1698, "Amortized discount and premium on investment securities," and credits to the account in which is recorded the interest from such securities. When such securities are purchased at a premium (i. e., when the total cost including brokerage fees, taxes, commissions, and similar costs is in excess of the face amount of the securities), such premium shall be amortized over the remaining life of the securities through credits to account 1698 and charges to the account in which is recorded the interest from such securities. No amounts shall be entered for amortization of discount or premium on securities with respect to which a reduction in book cost or a provision for doubtful value has been made. Any amounts in account 1698 representing the amortization of discount or premium on securities with respect to which a reduction in

book cost or a provision for doubtful value is made shall be cleared by charges or credits, as appropriate, to the account in which is recorded the interest from such securities. (See also §§ 34.03-13 and 34.03-15.)

(f) If securities actually issued or assumed by the carrier and reacquired by it are not retired, they shall be entered at book amount in account 2015, "Bonds reacquired," or account 2415, "Capital stock reacquired," as appropriate, unless it is required by contractual provision or by decision of a trustee not subject to control by the carrier that they be retained in debt-redemption or other funds. When so retained they shall be regarded and treated as actually outstanding, but not otherwise.

(g) When entries are made in account 2415, "Capital stock reacquired," recording the reacquisition of such stock, entries shall concurrently be made charging account 8315, "Earned surplus employed in reacquisition of capital stock," and crediting account 2615, "Reserve against impairment of stated capital," with amounts equal to the amount charged to account 2415. Upon the resale or retirement of such stock these latter entries shall be reversed.

§ 34.10-8 *Exchange of securities.* Before recording the journal entries that it is proposed to enter in the carrier's books to record the reacquisition of capital stock or other securities issued or assumed by the carrier under a plan for the issuance in exchange therefor of the carrier's securities, a statement indicating the plan of accounting proposed by the carrier shall be submitted to this Commission for consideration and approval. Such statement shall give complete information concerning the plan of exchange, the basis upon which the amounts have been determined, and a copy of the authorization issued by the regulatory body approving the plan.

§ 34.10-9 *Capital stock.* (a) All transactions relating to capital stock of the accounting carrier shall be recorded by class of stock. Stocks are of the same class only when they are issued under identical terms as to all of the following: par value, stated value, preferences in distribution of dividends and assets, voting rights, and conditions under which they may be retired. If the stocks of the carrier are of two or more classes, the carrier's records shall be so maintained as to distinguish the amount applicable to each class in each of the following accounts:

- 1775 Subscriptions to capital stock.
- 1780 Deposits on subscriptions to capital stock.
- 1915 Capital stock expense.
- 1925 Discount on capital stock.
- 2160 Installment-plan receipts on purchase of capital stock.
- 2410 Capital stock issued.
- 2415 Capital stock reacquired.
- 2420 Capital stock subscribed; unissued.
- 2425 Obligations for stock conversion.
- 2510 Premiums and assessments on capital stock.

(b) When, by compliance with the laws of the State under which it is in-

corporated, a carrier is authorized to issue shares of capital stock, a memorandum entry in account 2410, "Capital stock issued," shall be made showing the number of shares, the par or the stated value of each share, and the total authorized capitalization.

(c) Before recording the journal entries that it is proposed to enter in the carrier's books to record (1) the issuance of no-par capital stock, (2) the appropriation of surplus for transfer to the no-par capital stock account, (3) the reduction of capital surplus through the use of the no-par capital stock account, or (4) the reduction of account 2410, "Capital stock issued," through the creation of surplus or the reduction of book value of assets, the plan of accounting shall be submitted to this Commission for consideration and approval. Such plan shall be accompanied by a statement giving complete information with respect to the basis upon which the amounts to be recorded have been determined and a copy of the authorization issued by the regulatory body approving the issuance of no-par stock or the change in the capital stock and surplus accounts.

§ 34.10-10 *Surplus.* (a) The accounts designated as capital surplus accounts are designed to show (1) paid-in surplus (i. e., proprietary contributions in excess of the stated capital included in the capital stock accounts), (2) donated surplus (i. e., contributions that increase the assets but do not increase the liabilities or the proprietary interests), (3) surplus arising from reacquisition or resale of, or otherwise trading in, the carrier's own capital stock, and (4) surplus due to the reduction of the stated value of capital stock due to such occasions as retirement, reorganization, or recapitalization.

(b) The balance-sheet accounts designated as earned surplus accounts are designed to show the accumulated undistributed surplus derived from the normal operations of the carrier, including the income from all sources other than the capital gains referred to in paragraph (a) of this section.

(c) Within 90 days from the effective date of this system of accounts the carrier shall submit to this Commission a transcript of its capital surplus account or accounts covering the entire period to the effective date of this system of accounts, showing in detail the nature and amount of charges and credits, respectively, and the balance that was in the account at the close of each year. The transcript shall be accompanied by a summary statement in which the charges and credits for the entire period covered by the transcript have been classified according to their nature and summarized to show the aggregate amount of each class as well as the aggregate amount of charges and credits, respectively, for the period and the resulting balance in the account at the effective date of this system of accounts.

§ 34.10-11 *Provisions for future settlements.* When in anticipation of settlements or similar transactions it is

required that certain amounts shall be charged to operating expenses or other accounts without a corresponding reduction in the assets of the carrier, such amounts shall be credited to the appropriate account under the caption, "Provisions for future settlements." The credit balances in these accounts should indicate the estimated amount of future settlements or other extinguishments subsequent to the date of the balance sheet with respect to amounts allocable to periods prior to that date.

§ 34.10-12 Deferred credits. Deferred credits are amounts representing (1) credit items held in suspense pending determination of their actual status and (2) obligations (e. g., unamortized premium on debt) that have been incurred but are applicable to future operations or income.

§ 34.10-13 Discount, expense, and premium on capital stock. (a) An account shall be maintained for each class of capital stock issued by the carrier (separately from the capital stock accounts) and there shall be included in each such account both the discount and premium associated with the issuance and sale of (exclusive of the sale of reacquired stock), or subscriptions to, each such class of stock.

(b) Stock expense shall not be added to discount, or deducted from premium, on capital stock, but shall be included in account 1915, "Capital stock expense."

(c) Only in stating the balance sheet, the total of the debit balances remaining in the discount and premium accounts shall be reported under account 1925, "Discount on capital stock," and the total of the credit balances shall be reported under account 2510, "Premiums and assessments on capital stock." Accounts with debit balances shall not be offset by accounts with credit balances.

(d) General levies or assessments against stockholders shall be credited to the discount and premium account for the particular class of stock assessed.

(e) Expenses on capital stock issued may be charged off to account 6299, "Other extraordinary income charges," in total or in installments or the amounts thereof may be retained in account 1915, "Capital stock expense," until the stock to which the expense applies is reacquired. Discount or premium on capital stock issued shall be retained in the discount and premium account until the stock is reacquired or until otherwise disposed of lawfully, except that inconsequential amounts of discount that would not appreciably affect the accounts may be charged off to account 8299, "Miscellaneous charges to earned surplus."

(f) When capital stock which has been actually issued by the carrier is reacquired, the difference between (1) the amount paid therefor upon reacquisition and (2) the book amount plus the premium or less the discount and expense originally entered in respect thereto and not charged off shall be charged or credited, as appropriate, to account 2599, "Other capital surplus": *Provided, how-*

ever, That such charges shall be made to account 8299, "Miscellaneous charges to earned surplus," if the amounts thereof exceed the balance in account 2599: And provided further, That in no event shall charges in excess of accumulated credits from the reacquisition, resale, or retirement of capital stock of the same class be charged to account 2599.

(g) Discount, expense, or premium on capital stock shall not be included in any account as a part of the cost of constructing or acquiring plant or as a part of the cost of operation.

(h) The carrier's records shall be so maintained that in the reports to this Commission there may be shown the extent to which the surplus accounts have been charged or credited in instances in which there is a possibility of further entry in those accounts in the event of resale of reacquired capital stock.

§ 34.10-14 Discount, expense, and premium on long-term debt. (a) An account shall be maintained for each issue or series of long-term debt issued or assumed by the carrier (separately from the long-term debt accounts) and there shall be included in each such account both the discount and premium associated with the issuance and sale of (exclusive of the sale of reacquired long-term debt) or subscription to each such issue or series of debt.

(b) Debt expense shall not be added to discount, or deducted from premium, on long-term debt, but shall be included in account 1920, "Long-term debt expense."

(c) Only in stating the balance sheet, the total of the debit balances remaining in the discount and premium accounts shall be reported under account 1930, "Unamortized discount on debt," and the total of the credit balances remaining in those accounts shall be reported under account 2310, "Unamortized premium on debt." Accounts with debit balances shall not be offset by accounts with credit balances.

(d) Discount, expense, and premium with respect to each issue or series of long-term debt shall be amortized under such a plan as will equitably distribute the amounts over the life of the securities. The amortization shall be on a monthly basis and the amounts thereof shall be charged to account 5220, "Amortization of debt discount," or account 5245, "Amortization of debt expense," or credited to account 5230, "Amortization of debt premium—Cr.," as appropriate. The carrier may, however, accelerate the writing off of debt expense and extinguish inconsequential amounts of discount (that it would be burdensome to amortize, and would not appreciably affect the accounts) by charges to account 6299, "Other extraordinary income charges." Where there is a definite plan to retire an issue without refunding prior to its maturity date, amortization may be accelerated to extinguish the balance in the discount and premium account at the date of contemplated retirement.

(e) When any long-term debt is reacquired without being converted into an-

other form of long-term debt and when the transaction is not in connection with a refunding operation, the difference between the amount paid upon reacquirement and the book amount plus the unamortized premium or less the unamortized discount, as the case may be, applicable to the debt reacquired, shall be charged to account 6299, "Other extraordinary income charges," or credited to account 6199, "Other extraordinary income credits," as appropriate.

(f) When the redemption of one issue or series of bonds or other long-term obligations is financed by another issue or series before the date of maturity of the prior issue, any unamortized discount, expense, or premium on the prior issue and any premium paid or discount enjoyed upon reacquirement shall be debited or credited, as appropriate, to account 6299, "Other extraordinary income charges," or account 6199, "Other extraordinary income credits": *Provided, however, That if the carrier desires to amortize any of the discount, expense, or premium associated with the issuance or redemption of the prior issue over a period subsequent to the date of redemption, the permission of the Commission must be obtained.*

(g) Discount, expense, or premium on long-term debt shall not be included in the cost of constructing or acquiring plant, except as provided for in § 34.1-3.

(h) The carrier's records shall be so maintained that in the reports to this Commission there may be shown the extent to which the income accounts have been charged or credited in instances in which there is a possibility of further entry in those accounts in the event of resale of reacquired long-term debt.

§ 34.10-15 Irrevocable trusts. Funds relinquished from the control of the carrier that are irrevocably devoted to the establishment or continuation of any trust or fiduciary fund (such as pension or similar funds) shall not be included as items in the balance sheet, but their existence shall be indicated by an appropriate notation thereon showing the amount of such funds.

§ 34.10-16 Contingent assets and liabilities. In the carrier's reports to this Commission amounts representing contingent assets and contingent liabilities shall not be included as items in the balance sheet, but their existence shall be indicated by an appropriate notation thereon and the amounts shall be shown in detail in a supplementary statement.

§ 34.10-17 Nominally issued securities. (a) Each carrier shall maintain, in addition to the capital stock and long-term debt accounts prescribed herein, memorandum debit and credit accounts for securities which have been nominally but not actually issued.

(b) When no-par stock is nominally issued, the number of shares issued shall be shown in the memorandum accounts.

(c) A separate memorandum account, with appropriate title, shall be maintained for each class and issue or series of such securities.

§ 34.10-99 Contemplated form of balance sheet. (See § 34.03-9.)

BALANCE SHEET

ASSET SIDE

Communication Plant

Account No.	Particulars	
1000	Operated plant in carrier's service	\$
1100	Operated plant leased to others	—
1200	Improvements and replacements of operated plant leased from others	—
1300	Plant under construction	—
1400	Plant held for future communication use	—
1510	Plant acquisition adjustments	—
	Less:	
1515	Allowance for depreciation—Radiotelegraph plant	—
1520	Allowance for amortization—Radiotelegraph plant	—
1530	Telephone, wire-telegraph, and ocean-cable plant	—
1535	Less: Allowance for depreciation and amortization—Telephone, wire-telegraph, and ocean-cable plant	—
1599	Foreign investment in communication plant	—
	Total	\$

Investments and Funds

1610	Miscellaneous physical property	\$
1615	Less: Allowance for depreciation—Miscellaneous physical property	—
1620	Investments in affiliates	—
1629	Other investments	—
1630	Debt-redemption funds	—
1635	Employees' provident funds	—
1640	Insurance funds	—
1645	Miscellaneous funds held by trustees	—
1659	Other miscellaneous funds	—
	Total	\$
1698	Amortized discount and premium on investment securities	—

1699 Less: Allowance for doubtful investments

Total

Current Assets

1710	Cash	\$
1715	Special cash deposits	—
1720	Working cash advances	—
1725	Temporary investments	—
1730	Operating revenues receivable from users	—
1742	Traffic settlements receivable from affiliates	—
1749	Other receivables from affiliates	—
1751	Notes receivable	—
1752	Traffic settlements receivable	—
1753	Matured interest receivable	—
1754	Declared dividends receivable	—
1755	Matured rents receivable	—
1759	Other accounts receivable	—

BALANCE SHEET—Continued

ASSET SIDE—Continued

Current Assets—Continued

Account No.	Particulars	
1765	Less: Allowance for uncollectible receivables	—
1770	Unmatured accrued receivables	—
1775	Subscriptions to capital stock	—
1780	Less: Deposits on subscriptions to capital stock	—
1785	Subscriptions to bonds	—
1790	Less: Deposits on subscriptions to bonds	—
1795	Material and supplies	—
1799	Other current assets	—
	Total	\$
	Prepayments	
1810	Prepaid insurance	—
1815	Prepaid rents	—
1820	Prepaid taxes	—
1899	Other prepayments	—
	Total	\$
	Deferred Charges	
1910	Extraordinary maintenance, depreciation, and retirements	—
1915	Capital stock expense	—
1920	Long-term debt expense	—
1925	Discount on capital stock	—
1930	Unamortized discount on debt	—
1935	Preliminary survey and investigation charges	—
1940	Debit balances in clearing accounts	—
1999	Other deferred charges	—
	Total	\$
	Total—Asset side	\$

LIABILITY SIDE

Long-Term Debt

2010	Bonds actually issued	\$
2015	Less: Bonds reacquired	—
2020	Bonds subscribed—Unissued	—
2025	Receivers' and trustees' securities	—
2030	Advances from affiliates	—
2099	Other long-term debt	—
	Total	\$
	Current Liabilities	
2110	Matured long-term debt	—
2115	Customers' deposits	—
2122	Traffic settlements payable to affiliates	—
2129	Other payables to affiliates	—
2131	Notes payable	—
2132	Traffic settlements payable	—
2133	Matured interest payable	—

BALANCE SHEET—Continued

LIABILITY SIDE—continued

Current Liabilities—Continued

Account No.	Particulars	
2134	Declared dividends.....	----
2135	Matured rents payable.....	----
2139	Other accounts payable.....	----
2155	Advance billings.....	----
2160	Installment-plan receipts on purchase of capital stock.....	----
	(Liability Accounts)	
2165	Interest accruals.....	----
2170	Rent accruals.....	----
2175	Tax accruals.....	----
2180	Other accruals.....	----
2199	Other current liabilities.....	----
	Total.....	\$----
	Provisions for Future Settlements	
2210	Provisions for employees' pensions and welfare.....	\$----
2215	Provisions for self-carried insurance.....	----
2220	Provisions for equalization of maintenance expenses.....	----
2225	Provisions for depreciation and replacement of operated plant leased from others.....	----
2230	Leased operated plant retired.....	----
2299	Other provisions for future settlements.....	----
	Total.....	\$----
	Deferred Credits	
2310	Unamortized premium on debt.....	\$----
2315	Advances for construction.....	----
2320	Credit balances in clearing accounts.....	----
2399	Other deferred credits.....	----
	Total.....	\$----
	Capital Stock	
2410	Capital stock issued.....	\$----
2415	Less: Capital stock reacquired.....	\$----
2420	Capital stock subscribed—Unissued.....	----
2425	Obligations for stock conversion.....	----
	Total.....	\$----
	Capital Surplus	
2510	Premiums and assessments on capital stock.....	\$----
2515	Contributions of plant.....	----
2599	Other capital surplus.....	----
	Total.....	\$----
	Earned Surplus	
2610	Contractual reserves.....	\$----
2615	Reserve against impairment of stated capital.....	----
2620	Miscellaneous reserves.....	----
2699	Unappropriated earned surplus.....	----
	Total.....	\$----
	Total—Liability side.....	\$----

PRESCRIBED ACCOUNTS

Note: Number to the right of the decimal point is the account number.

Communication Plant

§ 34.1000 *Operated plant in carrier's service.* This account shall include the total of the balances in the operated plant accounts applicable to plant owned and used by the carrier in its radio-telegraph operations, except such plant the cost of which is includible in account 1200, "Improvements and replacements of operated plant leased from others."

§ 34.1100 *Operated plant leased to others.* This account shall include the total of the balances in the operated plant accounts applicable to plant owned by the carrier and leased to others as substantially complete operating systems or operating units where the lessee has exclusive possession.

NOTE: When the lessor is given or retains the exclusive privileges to maintain, inspect, and service equipment, to handle and adjust traffic accounts, to perform other similar services, or to designate who may perform such services for the lessee, the lessee will be deemed not to have the exclusive posses-

sion of the plant, and its cost shall be included in account 1000, "Operated plant in carrier's service."

§ 34.1200 *Improvements and replacements of operated plant leased from others.* This account shall include the total of the balances in the operated plant accounts applicable to improvements and replacements of operated plant leased from others.

§ 34.1300 *Plant under construction.* (a) This account shall include the cost of construction of plant not completed ready for service.

(b) When any plant the cost of which is included in this account is completed ready for service, the cost thereof shall be credited to this account and charged to the operated plant accounts, account 1400, "Plant held for future communication use," or other accounts, as appropriate.

§ 34.1400 *Plant held for future communication use.* (a) This account shall include the cost of completed plant owned by the carrier and held for future use in communication service under a definite plan.

(b) The amounts included in this account shall be classified in accordance with the titles and texts of the appropriate plant accounts and the account shall be maintained in the same manner and detail as though the plant were in communication service.

§ 34.1510 *Plant acquisition adjustments.* (a) This account shall include the difference between (1) the acquisition cost of plant acquired from predecessors as substantially complete operating systems or operating units and (2) the original cost of such plant less the required allowances for depreciation and amortization of the plant at the date of acquisition. (See also § 34.1-2.)

(b) This account shall include, under a separate subdivision, the difference between the original cost and the book cost of radiotelegraph plant at the effective date of this system of accounts, to the extent that such difference is not attributable to acquisitions from predecessors.

(c) This account shall be subdivided according to the character of the amounts included herein for each plant acquisition; and further subdivided to show the amounts applicable to operated plant in carrier's service, operated plant leased to others, and plant held for future communication use.

(d) If the actual original cost is not known, the entries in this account shall be based upon an estimate of such cost.

(e) The amounts recorded in this account shall be disposed of in such manner as this Commission may approve or direct.

NOTE: The provisions of this account shall not be construed as approving or authorizing the recording of appreciation of plant.

§ 34.1515 *Allowance for depreciation; radiotelegraph plant.* (a) This account shall be credited with amounts charged to account 4910, "Depreciation," to account 5010, "Income from operated plant leased to others," to account 5299, "Other deductions from ordinary income," and to clearing accounts for currently accru-

ing depreciation of radiotelegraph plant owned by the carrier; also amounts of depreciation applicable to plant contributed to the carrier, and plant acquired from predecessors as provided in §§ 34.1-2 and 34.1-5. (See also §§ 34.04-1, 34.04-2, 34.04-3, 34.04-4, and 34.30-3.)

(b) As at the effective date of this system of accounts, this account shall be credited with such amount as is necessary to create a credit balance herein equal to the estimated sustained depreciation of all depreciable operated plant owned by the carrier at that date. The amount thus credited shall, unless otherwise authorized by this Commission, be charged to account 6299, "Other extraordinary income charges."

(c) This account shall be regarded and treated as a single composite allowance account. For purposes of analysis, however, each carrier shall maintain records in which the balance in the account shall be segregated into component parts corresponding to the operated plant accounts and subdivisions thereof which include the cost of depreciable operated plant.

(d) This account shall be subdivided as follows:

- 1515:01 Allowance for depreciation of operated plant owned and used in carrier's service.
- 1515:02 Allowance for depreciation of improvements and replacements of operated plant leased from others.
- 1515:03 Allowance for depreciation of operated plant leased to others.
- 1515:04 Allowance for depreciation of plant held for future communication use.

NOTE: When plant is transferred from one class of communication service to another or from communication service to noncarrier operations, the accounting shall be as provided in § 34.1-7.

§ 34.1520 *Allowance for amortization; radiotelegraph plant.* (a) This account shall be credited with amounts charged to account 4915, "Amortization; intangible operated plant," to account 5010, "Income from operated plant leased to others," and to account 5299, "Other deductions from ordinary income," to provide for the extinguishment of amounts included in accounts 82, "Franchises," 83, "Patent rights," 84, "Leaseholds," and 89, "Other intangibles," also amounts of amortization applicable to plant contributed to the carrier and plant acquired from predecessors as provided in §§ 34.03-6 and 34.1-2. (See also § 34.30-3.) It shall be credited with amounts charged to account 6299, "Other extraordinary income charges," to provide for the extinguishment of amounts included in account 81, "Organization."

(b) This account shall be credited or charged, as appropriate, with amounts authorized or directed by the Commission to be charged or credited to accounts 4920, "Amortization of plant acquisition adjustments," and 5255, "Amortization of plant acquisition adjustments," to provide for the extinguishment of amounts included in account 1510, "Plant acquisition adjustments."

(c) As at the effective date of this system of accounts, this account shall be credited with such amount as is necessary to create a credit balance herein equal to the expired service value of intangibles (having a terminable life) the cost of which is includible in accounts 82, "Franchises," 83, "Patent rights," 84, "Leaseholds," and 89, "Other intangibles." The amount thus credited shall, unless otherwise authorized by this Commission, be charged to account 6299, "Other extraordinary income charges."

(d) When any franchise, patent right, leasehold, or other intangible item expires or is sold, relinquished, or otherwise retired from service, the cost thereof shall be credited to the appropriate plant account and this account shall be charged with the amount previously credited hereto with respect to such intangible item. The difference between the foregoing amounts, less the proceeds realized at retirement, shall be charged to account 6299, "Other extraordinary income charges," or credited to account 6199, "Other extraordinary income credits," as appropriate.

(e) The records supporting the entries in this account shall be so maintained as to show the amount applicable to each intangible item under the following subdivisions:

- 1520:01 Allowance for amortization of intangibles in carrier's service.
- 1520:02 Allowance for amortization of intangibles leased to others.
- 1520:03 Allowance for amortization of plant acquisition adjustments.
- 1520:04 Allowance for amortization of intangibles held for future communication use.

§ 34.1530 *Telephone, wire-telegraph, and ocean-cable plant.* This account shall include the amount of the balances in the plant accounts for telephone, wire-telegraph, and ocean-cable plant in service. (See also § 34.03-8.)

§ 34.1535 *Allowance for depreciation and amortization; telephone, wire-telegraph, and ocean-cable plant.* This account shall include the amount of the balances in the allowance accounts for telephone, wire-telegraph, and ocean-cable plant in service. (See also § 34.03-8.)

§ 34.1599 *Foreign investment in communication plant.* (a) This account may include the net amount of the acquisition cost of the carrier's communication plant that is located in foreign countries and the related allowances for depreciation and amortization, when the detailed amounts are required to be stated in terms of foreign currency or in a manner at variance with the requirements of this system of accounts.

(b) A separate subaccount with appropriate title shall be maintained for the plant located in each foreign country.

(c) The records supporting the entries in this account shall be so maintained that, in the reports to this Commission, a complete analysis of the transactions affecting each station may be shown.

(d) Each carrier that elects to use this account shall advise this Commission of the fact at least 60 days before the effective date of this system of accounts.

Changes from this elective procedure to alternative procedure prescribed for domestic plant, or vice versa, shall not be made thereafter without submitting to this Commission for its consideration and approval notice of the change at least 90 days before the proposed effective date of such change.

Investments and Funds

§ 34.1610 *Miscellaneous physical property.* This account shall include the carrier's investment in physical property other than that used in communication service, except property the cost of which is includible in account 1400, "Plant held for future communication use." It shall include the amount of all assessments for the construction of public improvements levied against miscellaneous physical property. (See also § 34.1-7.)

§ 34.1615 *Allowance for depreciation; miscellaneous physical property.* (a) This account shall be credited with amounts charged to account 5110, "Income from miscellaneous physical property," for the depreciation of depreciable property the cost of which is includible in account 1610, "Miscellaneous physical property."

(b) When miscellaneous physical property is disposed of, this account shall be charged with the amount previously credited hereto with respect to such property. The difference between the book cost of the property retired and the sum of the amount chargeable to this account and the amount of the salvage recovered (or the proceeds from the sale of the property) shall be charged to account 6299, "Other extraordinary income charges," or credited to account 6199, "Other extraordinary income credits," as appropriate. (See also § 34.1-7.)

§ 34.1620 *Investments in affiliates.* (a) This account shall include the book cost of the carrier's investment in securities issued or assumed by affiliates, other than securities of affiliates held in special funds or as temporary investments. It shall include the amount of investment advances to affiliates.

(b) The records supporting the entries in this account shall be so maintained as to show each class of investment in each affiliate under the following subdivisions:

- 1620:01 Investments in securities of affiliates.
- 1620:02 Investment advances to affiliates.

NOTE A: The book cost of securities of affiliates owned by the carrier and held in special funds or as temporary investments shall be included in accounts 1630, 1635, 1640, 1645, 1659, or 1725, as appropriate.

NOTE B: Advances to affiliates that are subject to current settlement shall be included in account 1749, "Other receivables from affiliates."

§ 34.1629 *Other investments.* (a) This account shall include the book cost of the carrier's investment in securities issued or assumed by nonaffiliates, other than such securities held in special funds or as temporary investments. It shall include the amount of investment advances to nonaffiliates and other investments not provided for elsewhere.

(b) The records supporting the entries in this account shall be so maintained as to show each class of investment in each nonaffiliate under the following subdivisions:

- 1629:01 Investments in securities of non-affiliates.
- 1629:02 Investment advances to non-affiliates.
- 1629:99 Other.

NOTE A: The book cost of securities of nonaffiliates owned by the carrier and held in special funds or as temporary investments, shall be included in accounts 1630, 1635, 1640, 1645, 1659, or 1725, as appropriate.

NOTE B: Advances to nonaffiliates that are subject to current settlement shall be included in account 1751, "Notes receivable," or account 1759, "Other accounts receivable," as appropriate.

§ 34.1630 Debt-redemption funds.

(a) This account shall include the book cost of assets that have been segregated in special funds for the purpose of redeeming outstanding long-term debt of the carrier.

(b) A separate subaccount, with appropriate title, shall be maintained for each issue or series of long-term debt for the redemption of which a special fund is maintained.

NOTE: Nothing contained herein shall be construed as preventing the carrier from transferring applicable debt-redemption funds to account 1715, "Special cash deposits," for the purpose of paying matured long-term debt, or obligations called for redemption but not presented, or the interest thereon.

§ 34.1635 *Employees' provident funds.* This account shall include the amount of cash, the book cost of securities of others, and the book amount of nominally issued and nominally outstanding securities issued or assumed by the carrier and other assets held by trustees or managers of employees' pension funds, saving funds, relief, hospital, and other association funds (whether contributed by the carrier, by employees, or by others), when such trustees or managers are acting for the carrier in the administration of such funds. (See also §§ 34.10-15 and 34.30-2.)

§ 34.1640 *Insurance funds.* (a) This account shall include the book cost of assets that have been segregated in special funds for the purpose of liquidating losses from accident, fire, flood, or other casualties.

(b) A separate subaccount, with appropriate title, shall be maintained for each class of funds.

§ 34.1645 *Miscellaneous funds held by trustees.* This account shall include the amount of cash and the cost of other assets deposited with trustees to be held until mortgaged property sold, destroyed, or otherwise disposed of is replaced; also cash realized from the sale of the carrier's securities and deposited with trustees to be held until invested in property for the carrier. When the purposes of such deposits are satisfied and the deposits are released, this account shall be credited with the amount released.

§ 34.1659 * *Other miscellaneous funds.*

(a) This account shall include the book cost of assets that have been segregated

in special funds for specific purposes not provided for elsewhere.

(b) A separate subaccount, with appropriate title, shall be maintained for each class of funds.

§ 34.1698 *Amortized discount and premium on investment securities.* (a) This account shall include the amount of amortized discount and premium charged or credited as interest from securities held as long-term investments, as provided in paragraph (e) of § 34.10-7.

(b) A separate subaccount with appropriate title shall be maintained for each class and issue or series of securities with respect to which amounts are entered herein, with an appropriate reference to the account in which the cost of the securities is recorded.

§ 34.1699 *Allowance for doubtful investments.* (a) This account shall be credited with amounts charged to account 6299, "Other extraordinary income charges," to provide for the doubtful value of investments.

(b) When securities are sold or otherwise disposed of, or their book cost is reduced to a nominal value, this account shall be charged with any amounts covered by credits hereto with respect to such securities.

Current Assets

§ 34.1710 *Cash.* This account shall include the amount of current funds available for use on demand, in the hands of financial officers and agents, or deposited in banks or with trust companies, and funds in transit for which managers and agents have received credit.

§ 34.1715 *Special cash deposits.* (a) This account shall include the amount of cash in special deposits, other than in debt-redemption and other funds, for the payment of interest, dividends, and other debts when such payments are due 1 year or less from the date of deposit; also the amount of cash deposited to insure the performance of contracts to be performed within 1 year from the date of deposit, and other cash deposits for specific purposes not provided for elsewhere. When the purposes of such deposits are satisfied and the deposits are released, this account shall be credited with the amount released.

(b) This account shall be subdivided as follows:

- 1715:01 Special deposits; interest.
- 1715:02 Special deposits; dividends.
- 1715:99 Special deposits; other.

§ 34.1720 *Working cash advances.* This account shall include the amount of cash advanced to officers, agents, employees, and others as petty cash or working funds.

§ 34.1725 *Temporary investments.* (a) This account shall include the book cost of securities acquired for the purpose of temporarily investing cash, such as demand and time loans, bankers' acceptances, United States Treasury certificates, and other similar investments.

(b) This account shall be subdivided as follows:

- 1725:01 Temporary investments; affiliates.
- 1725:99 Temporary investments; other.

§ 34.1730 *Operating revenues receivable from users.* (a) This account shall include amounts receivable from customers for services rendered or billed and from agents and collectors authorized to make collections from customers.

(b) This account shall be subdivided as follows:

- 1730:03 Agents and collectors.
- 1730:99 Others.

(c) The records supporting the entries in this account shall be so maintained as to show separately (1) amounts due for services rendered and (2) amounts due for services to be rendered (see contra account 2155, "Advance billings").

NOTE A: Amounts representing revenues accrued but not due shall be included in account 1770, "Unmatured accrued receivables."

NOTE B: Amounts receivable from other carriers for participation in transmission shall be included in the accounts maintained in accordance with the provisions of paragraph (a) of § 34.31-3.

NOTE C: Amounts due on notes accepted in settlement of customers' accounts shall be included in account 1751, "Notes receivable."

§ 34.1742 *Traffic settlements receivable from affiliates.* This account shall include the net amount receivable from affiliated carriers against each of which there is a net debit balance in the accounts maintained for traffic settlements. (See particularly paragraph (a) of § 34.31-3.)

§ 34.1749 *Other receivables from affiliates.* (a) This account shall include amounts receivable from affiliates not provided for elsewhere. (See particularly accounts 1730, 1742, 1770, 1775, and 1785.)

(b) This account shall be subdivided as follows:

- 1749:01 Matured interest receivable.
- 1749:02 Declared dividends receivable.
- 1749:03 Matured rents receivable.
- 1749:04 Current notes receivable. (See also account 1620.)
- 1749:99 Other accounts receivable.

(c) In stating the balance sheet there may be included in this account the net amount receivable from affiliates against each of which there is a net debit balance between items applicable to a particular subdivision of this account and the comparable subdivision of account 2129, "Other payables to affiliates."

§ 34.1751 *Notes receivable.* (a) This account shall include amounts receivable from persons other than affiliates on notes, drafts, acceptances, and other evidences of indebtedness, payable on demand or not more than 1 year from the date of issuance. (See also account 1629, "Other investments.")

(b) The book amount of items includable herein that are discounted or sold without releasing the carrier from liability thereon, shall be credited to this account and reported as a contingent liability. (See particularly § 34.10-16.)

§ 34.1752 *Traffic settlements receivable.* This account shall include the net amount receivable from persons other than affiliates against each of which there is a net debit balance in the ac-

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counts maintained for traffic settlements. (See particularly paragraph (a) of § 34.31-3.)

§ 34.1753 *Matured interest receivable.* This account shall be charged with amounts credited to account 5125, "Interest income," or account 5135, "Income from debt-redemption and other funds," representing matured interest receivable from persons other than affiliates that is subject to current settlement.

NOTE A: Earned interest receivable that is accrued but unmatured shall be included in account 1770, "Unmatured accrued receivables."

NOTE B: Matured interest receivable that is not subject to current settlement shall be included in the account in which the principal amount is carried.

§ 34.1754 *Declared dividends receivable.* This account shall be charged with amounts credited to account 5120, "Dividend income," or to account 5135, "Income from debt-redemption and other funds," representing dividends declared on stocks of persons other than affiliates that become mature not later than the first day following the date of the balance sheet.

NOTE: Declared dividends receivable that do not mature until after the first day following the date of the balance sheet shall be included in account 1770, "Unmatured accrued receivables."

§ 34.1755 *Matured rents receivable.* This account shall be charged with amounts credited to the income accounts representing rentals receivable from persons other than affiliates that are matured and subject to current settlement.

NOTE A: Rentals receivable that are accrued but unmatured shall be included in account 1770, "Unmatured accrued receivables."

NOTE B: Amounts receivable for minor rentals shall be included in account 1730, "Operating revenues receivable from users."

§ 34.1759 *Other accounts receivable.* (a) This account shall include the net amount receivable from persons other than affiliates against each of whom there is a net debit balance in accounts maintained for transactions other than those includible in accounts 1730 and 1751 to 1755, inclusive. (See also accounts 1749, "Other receivables from affiliates," 1770, "Unmatured accrued receivables," 1775, "Subscriptions to capital stock," and 1785, "Subscriptions to bonds.")

(b) This account shall be subdivided as follows:

- 1759:02 Receivable from officers and employees.
- 1759:99 Receivable from others.

§ 34.1765 *Allowance for uncollectible receivables.* (a) This account shall be credited with amounts charged to account 4935, "Uncollectible revenues," account 5299, "Other deductions from ordinary income," and account 6299, "Other extraordinary income charges," to provide for uncollectible receivables, under a plan consistently followed and adjusted for errors in estimates.

(b) This account shall be charged with any amounts covered herein that are determined to be impracticable of collection and shall be credited with

amounts collected that previously were charged herein.

(c) The records supporting the entries in this account shall be so maintained as to show the amount applicable to each class of receivables for which allowances are established; also the account that was charged with each credit in this account.

§ 34.1770 *Unmatured accrued receivables.* (a) This account shall include the amount of revenue estimated to have accrued for services not billed but billable or not due under contract and the amount of interest, dividends, rent, and other items accrued to the date for which the balance sheet is made, but not receivable until after the first day following that date.

(b) This account shall be subdivided as follows:

- 1770:01 Accrued communication revenue.
- 1770:02 Accrued interest.
- 1770:03 Declared dividends.
- 1770:04 Accrued rents.
- 1770:99 Other accrued receivables.

§ 34.1775 *Subscriptions to capital stock.* (a) The amount of each subscription to capital stock of the carrier shall be charged to this account at the time the subscription is accepted. The book amount of the stock subscribed shall be credited to account 2420, "Capital stock subscribed; unissued." The difference between the foregoing amounts shall be charged or credited, as appropriate, to the discount and premium account maintained under the provisions of paragraph (a) of § 34.10-13. (See also account 1780, "Deposits on subscriptions to capital stock.")

(b) This account shall be subdivided as follows:

- 1775:01 Amounts subscribed by affiliates.
- 1775:02 Amounts subscribed by officers and employees.
- 1775:04 Amounts subscribed by underwriters.
- 1775:99 Amounts subscribed by others.

§ 34.1780 *Deposits on subscriptions to capital stock.* (a) This account shall be credited with amounts received as payments on subscriptions to capital stock.

(b) When payment for the total amount of a subscription has been received, this account shall be charged and account 1775, "Subscriptions to capital stock," shall be credited with such total amount.

(c) Any amounts in this account which become the property of the carrier by forfeiture shall be charged hereto and credited to account 2599, "Other capital surplus."

(d) This account shall be subdivided as follows:

- 1780:01 Deposits received from affiliates.
- 1780:02 Deposits received from officers and employees.
- 1780:04 Deposits received from underwriters.
- 1780:99 Deposits received from others.

§ 34.1785 *Subscriptions to bonds.*

(a) The amount of each subscription to bonds of the carrier shall be charged to this account at the time the subscription is accepted. The face amount of the bonds subscribed shall be credited to account 2020, "Bonds subscribed; un-

sued." The difference between the foregoing amounts shall be charged or credited, as appropriate, to the discount and premium account maintained under the provisions of paragraph (a) of § 34.10-14. (See also account 1790, "Deposits on subscriptions to bonds.")

(b) This account shall be subdivided as follows:

- 1785:01 Amounts subscribed by affiliates.
- 1785:02 Amounts subscribed by officers and employees.
- 1785:04 Amounts subscribed by underwriters.
- 1785:99 Amounts subscribed by others.

§ 34.1790 *Deposits on subscriptions to bonds.* (a) This account shall be credited with amounts received as payments on subscriptions to bonds of the carrier.

(b) When payment for the total amount of a subscription has been received, this account shall be charged and account 1785, "Subscriptions to bonds," shall be credited with such total amount.

(c) Any amounts in this account which become the property of the carrier by forfeiture shall be charged hereto and credited to account 6199, "Other extraordinary income credits."

(d) This account shall be subdivided as follows:

- 1790:01 Deposits received from affiliates.
- 1790:02 Deposits received from officers and employees.
- 1790:04 Deposits received from underwriters.
- 1790:99 Deposits received from others.

§ 34.1795 *Material and supplies.* (a) This account shall include the cost (consideration being given to the adjustments outlined in paragraphs (b), (c), (d), and (e) of this section) of unapplied material and supplies held for use in communication service (including plant supplies, unissued small tools, fuel, stationery, and other supplies) and of material and articles of the carrier in process of manufacture for supply stock.

(b) Cost shall include the purchase price at the point of free delivery, plus customs duties, excise taxes, and other taxes on purchases, insurance, cost of inspection, special tests prior to acceptance, loading and unloading, transportation, and other directly assignable charges. (Transportation and other charges impracticable of inclusion in the cost of the particular material to which they relate shall be charged to account 9030, "Supply expense; undistributed.")

(c) Cash and other discounts on material shall be deducted from the cost of the particular material to which they relate or credited to the account to which the material is charged. (When impracticable of such treatment, they shall be credited to account 9030, "Supply expense; undistributed.")

(d) Material recovered in connection with construction, maintenance, or retirement of plant shall be included in this account as follows:

(1) Reusable material shall be included in the appropriate subdivision of this account at weighted average prices based upon the estimated reasonable second-hand value thereof.

(2) The cost of repairing reusable material shall be charged to this account.

(When impracticable of such treatment, the cost of such repairing shall be charged to account 9030, "Supply expense; undistributed.")

(3) Scrap and nonusable material shall be included in this account at the estimated net amount realizable therefrom. The differences between the amounts realized for scrap and nonusable material sold and the amount at which the material was included in this account shall be adjusted to the accounts credited when the material was charged to this account. (When impracticable of such treatment, the differences shall be adjusted to account 9030, "Supply expense; undistributed.")

(e) Inventories of material and supplies shall be taken during each calendar year and the necessary adjustments shall be made to bring the balance in this account into agreement with the actual inventories. In effecting the adjustments, differences that can be assigned to important classes of material shall be equitably adjusted among the accounts to which such classes of material were charged since the previous inventory. Other differences shall be equitably apportioned among the accounts to which material has been charged since the last inventory or included in account 9030, "Supply expense; undistributed."

(f) This account shall be subdivided as follows:

- 1795:01 Material held for use in the carrier's communication operations.
- 1795:02 Material in process of conversion.
- 1795:03 Merchandise known to be held predominantly for sale or resale, or for use in jobbing or contracting operations.
- 1795:04 Material and supplies held for other than communication operations.
- 1795:05 Undistributed supply expense.

NOTE A: This account shall not include amounts representing cost of material or articles the title to which is not vested in the carrier.

NOTE B: Interest on material bills the payment of which has been delayed shall be charged to account 5235, "Other interest charges."

§ 34.1799 *Other current assets.* (a) This account shall include the amount of current assets not provided for elsewhere.

(b) The record supporting the entries in this account shall be so maintained as to show the nature of each class of assets included herein.

Prepayments

§ 34.1810 *Prepaid insurance.* This account shall be charged with the amounts of insurance premiums paid in advance. As the term expires for which the insurance premiums were paid, this account shall be credited at monthly intervals and the appropriate accounts charged.

§ 34.1815 *Prepaid rents.* This account shall be charged with the amounts of rents paid in advance. As the term expires for which the rents were paid, this account shall be credited at monthly intervals and the appropriate accounts charged.

§ 34.1820 *Prepaid taxes.* This account shall be charged with the amounts

of taxes paid in advance. As the term expires for which the taxes were paid, this account shall be credited at monthly intervals and the appropriate accounts charged.

§ 34.1899 *Other prepayments.* This account shall be charged with the amounts of prepayments not provided for elsewhere. As the term expires for which the payments were made, this account shall be credited at monthly intervals and the appropriate accounts charged.

Deferred Charges

§ 34.1910 *Extraordinary maintenance, depreciation, and retirements.* This account shall include, when so authorized by this Commission, the unprovided-for loss in service value of plant retired for causes not factors in depreciation. (See also § 34.04-4.) It shall include such other amounts as may be authorized or directed by this Commission.

§ 34.1915 *Capital stock expense.* (a) This account shall include the amount of stock expenses that have not been charged to account 6299, "Other extraordinary income charges." (See particularly § 34.10-13.)

(b) A separate subaccount, with appropriate title, shall be maintained for stock expenses applicable to each class of capital stock.

NOTE: Expenses incurred in connection with the reacquisition and resale of capital stock shall be accounted for as provided in § 34.10-13 and account 2415, "Capital stock reacquired."

§ 34.1920 *Long-term debt expense.* (a) This account shall include the amount of debt expenses that have not been charged to account 6299, "Other extraordinary income charges." (See particularly § 34.10-14.)

(b) A separate subaccount, with appropriate title, shall be maintained for debt expenses applicable to each issue or series of long-term debt.

NOTE: Expenses incurred in connection with the reacquisition and resale of long-term debt shall be accounted for as provided in § 34.10-14 and the text of account 2015, "Bonds reacquired."

§ 34.1925 *Discount on capital stock.* This account shall include the total of the debit balances in the capital stock discount and premium accounts. (See particularly § 34.10-13.)

§ 34.1930 *Unamortized discount on debt.* This account shall include the total of the debit balances in the long-term debt discount and premium accounts. (See particularly § 34.10-14.)

§ 34.1935 *Preliminary survey and investigation charges.* (a) This account shall be charged with all expenditures for preliminary surveys, plans, investigations, etc., made for the purpose of determining the feasibility of major projects under contemplation. If construction results, this account shall be credited and the appropriate plant account charged. If the work is abandoned, the charge shall be to account 6299, "Other extraordinary income charges," unless otherwise authorized or directed by the Commission.

(b) The records supporting the entries in this account shall be so maintained that the carrier can furnish complete information as to the nature and purpose of the survey, plans or investigations, and the nature and respective amounts of the charges.

NOTE: The amount of preliminary survey and investigation charges transferred to the plant accounts shall not exceed the expenditures which may reasonably be determined to contribute directly and immediately and without duplication to the plant. (See also § 34.03-7.)

§ 34.1940 *Debit balances in clearing accounts.* This account shall include the total of the debit balances in all clearing accounts except account 9030, "Supply expense; undistributed." (See also § 34.90-2.)

§ 34.1999 *Other deferred charges.* (a) This account shall include the amount of deferred charges not provided for elsewhere. (See also § 34.03-15.)

(b) The records supporting the entries in this account shall be so maintained that the carrier can furnish complete information as to each item included herein.

Long-Term Debt

§ 34.2010 *Bonds actually issued.* (a) This account shall include the face amount of actually issued and unmatured bonds that have not been retired or canceled; also the face amount of such bonds issued by others the payment of which has been assumed by the carrier. (See particularly §§ 34.10-7, 34.10-8, and 34.10-17.)

(b) A separate ledger account, with appropriate title, shall be maintained for each issue or series of long-term debt.

NOTE A: Discount, expense, and premium on bonds shall be accounted for as provided in § 34.10-14.

NOTE B: Matured bonds shall be included in account 2110, "Matured long-term debt."

§ 34.2015 *Bonds reacquired.* (a) This account shall include the face amount of bonds actually issued or assumed by the carrier and reacquired by it and held under conditions that do not permit the carrier to treat such bonds as retired or canceled but do permit their resale. It shall not include securities that are held by trustees of debt-redemption and other funds.

(b) When any issue of bonds, or portion thereof, is reacquired, the acquisition cost of the bonds and the amount of unamortized discount, expense, or premium applicable thereto shall be accounted for as provided in § 34.10-14.

(c) When reacquired bonds are sold, the book amount of the bonds shall be credited to this account and the difference between such amount and the amount received from the sale less commissions and expenses incurred in the sale shall be charged to account 6299, "Other extraordinary income charges," or credited to account 6199, "Other extraordinary income credits," as appropriate.

(d) A separate subaccount, with appropriate title, shall be maintained for each issue or series of bonds reacquired.

RULES AND REGULATIONS

§ 34.2020 *Bonds subscribed; unissued.* (a) This account shall include the face amount of bonds for which legally enforceable subscriptions have been received but for which evidences of indebtedness have not been issued.

(b) When the amount of each subscription is received and evidences of indebtedness are issued, this account shall be charged and account 2010, "Bonds actually issued," shall be credited with the face amount of such bonds.

(c) Interest that has accrued on the evidences of indebtedness issued to subscribers shall be accounted for through the appropriate interest account.

(d) A separate subaccount, with appropriate title, shall be maintained for subscriptions to each issue or series of bonds.

§ 34.2025 *Receivers' and trustees' securities.* (a) This account shall include the book amount of evidences of indebtedness issued by receivers or trustees in possession of the property of the carrier and acting under the orders of a court.

(b) A separate subaccount, with appropriate title, shall be maintained for each class and issue or series of securities includible herein.

§ 34.2030 *Advances from affiliates.* (a) This account shall include amounts owed to affiliates on notes maturing more than 1 year from date of issuance or origin and the amount of open accounts representing investment advances from affiliates.

(b) This account shall be subdivided as follows:

2030:01 Notes payable to affiliates.

2030:02 Investment advances from affiliates.

NOTE: Notes and open accounts representing indebtedness to affiliates that are subject to current settlement shall be included in account 2129, "Other payables to affiliates."

§ 34.2099 *Other long-term debt.* (a) This account shall include the amount of all long-term debt not provided for elsewhere.

(b) The records supporting the entries in this account shall be so maintained that the carrier can furnish complete information as to each item included herein.

Current Liabilities

§ 34.2110 *Matured long-term debt.* This account shall include the amount of long-term debt and receivers' and trustees' securities, including any obligations for premiums, matured and unpaid without specific agreement for extension of maturity. It shall include bonds drawn or called for redemption but not presented.

§ 34.2115 *Customers' deposits.* This account shall include amounts deposited with the carrier by customers as security for the payment of bills. (See also account 2315, "Advances for construction.")

§ 34.2122 *Traffic settlements payable to affiliates.* This account shall include the net amount payable to affiliated carriers in favor of each of which there is a net credit balance in the accounts maintained for traffic settlements. (See particularly paragraph (a) of § 34.31-3.)

§ 34.2129 *Other payables to affiliates.* (a) This account shall include amounts payable to affiliates not provided for elsewhere. (See particularly accounts 2110, 2122, and 2165 to 2180, inclusive.)

(b) This account shall be subdivided as follows:

2129:01 Matured interest payable.

2129:03 Matured rents payable.

2129:04 Current notes payable. (See also account 2099, "Other long-term debt.")

2129:99 Other accounts payable.

(c) In stating the balance sheet there may be included in this account the net amount payable to affiliates in favor of each of which there is a net credit balance between items applicable to a particular subdivision of this account and the comparable subdivision of account 1749, "Other receivables from affiliates."

§ 34.2131 *Notes payable.* (a) This account shall include amounts payable to persons other than affiliates on notes, drafts, acceptances, and other evidences of indebtedness payable on demand or not more than 1 year from the date of issuance. (See also paragraph (b) of account 1751, "Notes receivable," and account 2099, "Other long-term debt.")

(b) This account shall be subdivided as follows:

2131:02 Payable to officers and employees.

2131:99 Payable to others.

§ 34.2132 *Traffic settlements payable.* This account shall include the net amount payable to persons other than affiliates in favor of each of which there is a net credit balance in the accounts maintained for traffic settlements. (See particularly paragraph (a) of § 34.31-3.)

§ 34.2133 *Matured interest payable.* (a) This account shall include the amount of interest matured and payable to persons other than affiliates on long-term debt or other obligations of the carrier. (See also account 2165, "Interest accruals.")

(b) The records supporting the entries in this account shall be so maintained as to show separately the rate and amount of interest included herein by reference to the obligation to which the interest relates.

NOTE: Matured interest payable that is not subject to current settlement shall be included in the account in which the principal amount is recorded.

§ 34.2134 *Declared dividends.* (a) This account shall include the amount of dividends that have been declared but not paid.

(b) The records supporting the entries in this account shall be so maintained as to show the amount of dividends declared on each class of capital stock.

§ 34.2135 *Matured rents payable.* This account shall be credited with amounts charged to the income accounts and amounts of clearances from account 2170, "Rent accruals," representing matured rents payable to persons other than affiliates.

§ 34.2139 *Other accounts payable.* This account shall include the amount of unpaid vouchers, pay rolls, and other items including the net amount payable

to persons other than affiliates in favor of each of whom there is a net credit balance in the accounts maintained for transactions with such persons other than the transactions includible in accounts 2132 to 2135, inclusive.

§ 34.2155 *Advance billings.* (a) This account shall include the amount of bills rendered for communication service to be furnished in future accounting periods. (See also account 2315 "Advances for construction.")

(b) This account shall be charged and the appropriate operating revenue or asset account shall be credited as the services are rendered or as adjustments are approved.

§ 34.2160 *Installment-plan receipts on purchase of capital stock.* (a) This account shall include the amount of receipts from employees and others, other than on subscriptions, as partial payment on capital stock of the carrier.

(b) When amounts so received equal the agreed purchase price for capital stock, this account shall be charged and account 2410, "Capital stock issued," or account 2415, "Capital stock reacquired," as appropriate, shall be credited with the book amount of such stock. Any discount or premium on original issues shall be included in the appropriate discount and premium account.

(c) When amounts included herein are forfeited by purchasers, this account shall be charged and account 2599, "Other capital surplus," shall be credited with the amounts so forfeited.

(d) When, for any reason, receipts under this plan are refunded to purchasers, this account shall be charged with the amount of such refunds, to the extent that the refunds represent amounts of principal installment receipts.

(e) Any amounts credited to purchasers as interest on installment receipts shall be charged to account 5235, "Other interest charges." Any amount by which refunds on uncompleted purchases fail to equal the amounts received from purchasers shall be charged to this account and credited to account 2599, "Other capital surplus."

(f) This account shall be subdivided as follows:

2160:02 Receipts from officers and employees.

2160:99 Receipts from others.

Liability Accruals

§ 34.2165 *Interest accruals.* (a) This account shall be credited monthly with amounts charged to accounts 5210, "Interest on long-term debt," 5215, "Interest on indebtedness to affiliates," and 5235, "Other interest charges," representing proportionate amounts, applicable to the period, of interest liabilities that have not matured.

(b) When any item of interest included herein has matured, the amount thereof shall be cleared by a charge to this account and a credit to account 2133, "Matured interest payable," or other appropriate account.

§ 34.2170 *Rent accruals.* (a) This account shall be credited monthly with amounts charged to accounts 4940, "Rent

for lease of operated plant," 4243, "Rent for operating offices," 4245, "Rent for other facilities," 4450, "Rent for offices," and 4455, "Other rents," representing proportionate amounts applicable to the period, of rent liabilities that have not matured.

(b) When the obligation with respect to which any item included herein has matured the amount of such item shall be cleared by charges to this account and credits to account 2135, "Matured rents payable," or other appropriate account.

§ 34.2175 Tax accruals. (a) This account shall be credited monthly with the amount of taxes considered applicable to the period, and corresponding charges shall be made to the appropriate accounts. Such credits may be based upon estimates, but from time to time, as the facts become known, the amounts of the periodic credits shall be adjusted so as to include, as nearly as can be determined in each year, the taxes applicable to that year. Any amounts representing a prepayment of taxes applicable to a subsequent period shall be included in account 1820, "Prepaid taxes."

(b) The records supporting the entries in this account shall be so maintained that the carrier can furnish information as to the amounts by classes of taxes and taxing authorities, the basis for each tax determination, and the accounts to which charged.

§ 34.2180 Other accruals. (a) This account shall be credited with the amounts of accruals not provided for elsewhere.

(b) When the obligation with respect to which any item included herein has matured the amount of such item shall be cleared by charges to this account and credits to the appropriate account according to the nature of the matured item.

§ 34.2199 Other current liabilities. (a) This account shall include the amount of current liabilities not provided for elsewhere.

(b) The records supporting the entries in this account shall be so maintained as to show full details concerning each item included herein.

Provisions for Future Settlements

NOTE: See particularly § 34.10-11.

§ 34.2210 Provisions for employees' pensions and welfare. (a) This account shall include specific appropriations of income and the amounts contributed by employees or others (whether carried in special trust funds or in the general funds of the carrier) for pensions, accident and death benefits, savings, relief, hospital, and other provident purposes, when administered by trustees or managers acting for the carrier.

(b) This account shall include also the amount accrued for pensions through charges to account 4435, "Relief and pensions." Amounts so credited shall, when actually paid to retired employees or paid into a trust fund irrevocably devoted to the payment of pensions, be charged hereto.

§ 34.2215 Provisions for self-carried insurance. (a) This account shall in-

clude provisions to cover self-carried risks for losses through accident, fire, flood, or other causes, other than provisions made in the allowance for depreciation.

(b) Amounts included in this account shall be computed upon a basis of rates which fairly cover the risks incurred. These rates shall be determined according to the carrier's experience and best estimate as to the hazard covered. A schedule of risks covered by this account shall be maintained giving a description of the property or the character of the risks covered.

(c) If the carrier reinsures with insurance companies risks initially covered in this account, the premiums for such reinsurance shall be charged hereto.

(d) To the extent that losses and damages sustained are covered by this account, an amount equal thereto shall be charged to this account and credited to the accounts appropriate for the losses and damages sustained.

NOTE: All losses and damages sustained, including those covered by commercial insurance or by this account, shall be charged in the first instance to the allowance for depreciation, construction, repair, accidents and damages, or other appropriate account according to the character of the loss. Insurance recovered or amounts chargeable to this account on account of losses and damages sustained shall be credited to the account in which the losses and damages stand charged.

§ 34.2220 Provisions for equalization of maintenance expenses. (a) This account shall be credited with such amounts as this Commission may authorize or direct to be charged to account 4198, "Maintenance-expense equalization," under a plan to equalize maintenance expenses.

(b) When maintenance work is performed for which provision has been made in this account, the cost of such work shall be charged to the appropriate maintenance accounts. Concurrently this account shall be charged and account 4198, "Maintenance-expense equalization," shall be credited with an amount equal to the provision for the cost of such maintenance work.

(c) The carrier's application to this Commission for permission to institute an equalization program shall show full details as to the plan of administration of the program, the character of the work to which amounts accrued may subsequently be applied, and the amount of the monthly or annual accruals for equalization purposes.

(d) A separate subaccount, with appropriate title, shall be maintained for each project or program for which provision is made in this account.

§ 34.2225 Provisions for depreciation and replacement of operated plant leased from others. (a) This account shall be credited with amounts charged to account 4910, "Depreciation," for currently accruing depreciation of operated plant leased from others when the carrier, as lessee, is required to replace or to restore the condition of such plant and when such amounts are not subject to current reimbursement to the lessor.

(b) This account shall be charged with the cost of leased plant retired and the cost of removal when, under the terms of the lease, the carrier, as lessee, is required to replace or to restore the condition of plant leased from others. It shall be credited with the salvage value and any other amounts recovered from such retired plant. (See also § 34.1-5.)

(c) As at the effective date of this system of accounts, this account shall be credited with such amount as is necessary to record herein the service value of operated plant leased from others that has expired during the periods of effective leasing agreement under which the carrier, as lessee, is required to replace or to restore the condition of such plant, and when such amounts are not subject to current settlement with the lessor. This includes amounts with respect to depreciable operated plant that has been retired during the periods of such agreements and the expired service value of such plant still in the service of the carrier. The amount thus credited shall, unless otherwise authorized by this Commission, be charged to account 6299, "Other extraordinary income charges."

(d) The amount in this account with respect to each leasing agreement shall be cleared at the expiration of the lease as provided in § 34.1-6.

(e) The records supporting the entries in this account shall be so maintained as to show the amount included herein with respect to each leasing agreement.

§ 34.2230 Leased operated plant retired. (a) This account shall be credited with the cost of leased operated plant retired when the carrier, as lessee, is required to replace or to restore the condition of plant leased from others. (See also § 34.1-5.)

(b) As at the effective date of this system of accounts, this account shall be credited, and account 2225, "Provisions for depreciation and replacement of operated plant leased from others," shall be charged with the original cost of operated plant leased from others that has been retired since the date of each effective leasing agreement under which the carrier, as lessee, is required to replace or to restore the condition of such plant, and when the cost of such replacement or restoration is not subject to current settlement with the lessor.

(c) The amount in this account with respect to each leasing agreement shall be cleared at the expiration of the lease as provided in § 34.1-6.

(d) The records supporting the entries in this account shall be so maintained as to show the amount included herein with respect to each leasing agreement.

§ 34.2299 Other provisions for future settlements. (a) This account shall include the amount of provisions for future settlements not provided for elsewhere.

(b) The records supporting the entries in this account shall be so maintained as to show complete details concerning each item included herein.

Deferred Credits

§ 34.2310 Unamortized premium on debt. This account shall include the total of the credit balances in the long-term debt discount and premium ac-

counts. (See particularly paragraph (c) of § 34.10-14.)

§ 34.2315 Advances for construction.

(a) This account shall include the amount of such advances for construction as are to be repaid.

(b) When repayment is made of the entire amount to which the person making the advance is entitled, according to the agreement or rule under which the advance is made, the balance, if any, remaining in this account shall be transferred to account 2515, "Contributions of plant."

(c) This account shall be subdivided as follows:

- 2315:01 Amounts repayable in full.
- 2315:02 Amounts repayable in part.

§ 34.2320 Credit balances in clearing accounts. This account shall include the total of the credit balances in all clearing accounts except account 9030, "Supply expense; undistributed." (See also § 34.90-2.)

§ 34.2399 Other deferred credits. (a) This account shall include the amount of deferred credits not provided for elsewhere. (See also § 34.03-15.)

(b) The records supporting the entries in this account shall be so maintained that the carrier can furnish complete information as to each item included herein.

Capital Stock

§ 34.2410 Capital stock issued. (a) This account shall include the book amount of actually issued capital stock. (See particularly §§ 34.10-7, 34.10-8, 34.10-9, 34.10-13, and 34.10-17.)

(b) When any class of capital stock or portion thereof is retired or canceled, this account shall be charged with the amount at which such stock is carried herein.

(c) Separate subaccounts shall be maintained to show the book amount of stock with par value and stock with no par value, classified according to preferences in distribution of dividends or assets, differences in voting rights, and differences in conditions under which they may be retired.

NOTE A: When a levy or assessment (not including a call for payment on subscriptions) is made against holders of capital stock, the amount collected upon such levy or assessment shall be accounted for in accordance with § 34.10-13.

NOTE B: Discount, expense, and premium on capital stock shall be accounted for in accordance with § 34.10-13.

§ 34.2415 Capital stock reacquired. (a) This account shall include the book amount of capital stock actually issued by the carrier and reacquired by it, except stock which is held by trustees of debt-redemption and other funds. No-par stock shall be included in this account at the proportionate amount at which the particular class of stock is included in account 2410, "Capital stock issued."

(b) When any class of capital stock or portion thereof is reacquired or retired, the acquisition cost of the stock and the amount of unamortized discount, expense, or premium applicable thereto shall be accounted for in accordance with § 34.10-13.

(c) When reacquired capital stock is sold, the book amount of the stock shall be credited to this account and the difference between such amount and the amount received from the sale less commissions and expenses incurred in the sale shall be charged or credited, as appropriate, to account 2599, "Other capital surplus": *Provided, however*, That charges shall be made to account 8299, "Miscellaneous charges to earned surplus," to the extent that the amounts thereof exceed the balance in account 2599. In no event shall charges in excess of accumulated credits from the reacquisition, resale, or retirement of capital stock of the same class be charged to account 2599.

(d) A separate subaccount, with appropriate title, shall be maintained for each class of capital stock reacquired.

§ 34.2420 Capital stock subscribed; unissued. (a) This account shall include the book amount of capital stock for which legally enforceable subscriptions have been received but for which stock certificates have not been issued. (See also account 2160, "Installment-plan receipts on purchase of capital stock.")

(b) When the amount of each subscription is received and stock certificates are issued, this account shall be charged and account 2410, "Capital stock issued," shall be credited with the book amount of such stock.

(c) A separate subaccount, with appropriate title, shall be maintained for each class of capital stock.

§ 34.2425 Obligations for stock conversion. (a) This account shall include the book amount of capital stock that the carrier has agreed to exchange for the outstanding securities of other companies which have not been surrendered for exchange. (See particularly § 34.10-8.)

(b) When the securities of the other companies have been surrendered, this account shall be charged and account 2410, "Capital stock issued," shall be credited with the book amount of the stock given in exchange.

(c) A separate subaccount, with appropriate title, shall be maintained for each class of capital stock.

Capital Surplus

§ 34.2510 Premiums and assessments on capital stock. This account shall include the total of the credit balances in the capital stock discount and premium accounts. (See particularly § 34.10-13.)

§ 34.2515 Contributions of plant. (a) This account shall include the amounts of money or its equivalent contributed directly or indirectly to the carrier for the construction or acquisition of plant. (See also paragraph (b) of § 34.1-2.)

(b) The amounts credited to this account shall not be transferred to any other account without the approval of this Commission.

(c) The records supporting the entries in this account shall be so maintained as to show complete information with respect to each contribution, including the amount and purpose, the conditions upon

which it was made, and the name of donor.

§ 34.2599 Other capital surplus. (a) This account shall include all surplus not classified as earned surplus, as premiums and assessments on capital stock, or as contributions of plant. It shall include credits from sales by the carrier of its reacquired capital stock; surplus arising from the retirement and cancellation, from a reduction of the stated value, and from donations by stockholders, of the carrier's capital stock; surplus arising from forgiveness of debt of the carrier; and surplus recorded upon reorganization or recapitalization of the carrier. (See particularly § 34.10-13 and account 2415, "Capital stock reacquired.")

(b) The records supporting the entries in this account shall be so maintained as to permit a ready analysis of the charges and credits.

Earned Surplus

§ 34.2610 Contractual reserves. (a) This account shall include the amount of earned surplus reserved or otherwise set aside in accordance with the terms of mortgages, deeds of trust, orders of courts, contracts, or other agreements. (See also § 34.30-2.)

(b) Separate subaccounts shall be maintained under such titles as will designate the obligation in support of which each reserve recorded hereunder was created.

§ 34.2615 Reserve against impairment of stated capital. (a) This account shall be credited with amounts charged to account 8315, "Earned surplus employed in reacquisition of capital stock," as provided in paragraph (g) of § 34.10-7.

(b) Upon resale or retirement of such reacquired stock, this account shall be charged and account 8315, "Earned surplus employed in reacquisition of capital stock," shall be credited.

§ 34.2620 Miscellaneous reserves. (a) This account shall include the amount of reservations of earned surplus not provided for elsewhere.

(b) Separate subaccounts shall be maintained under such titles as will designate the purpose for which each reserve recorded hereunder was created.

§ 34.2699 Unappropriated earned surplus. This account shall include the amount of net earned surplus after providing for reservations and appropriations. (See particularly § 34.10-10.)

OPERATED PLANT ACCOUNTS

INSTRUCTIONS

§ 34.1-1 Purpose and content of operated plant accounts. (a) The operated plant accounts are designed to show the cost of the carrier's plant having a service life of more than 1 year, whether used by the carrier or others in radiotelegraph service. (Account 1400, "Plant held for future communication use," shall also be classified according to the titles and texts provided for the several operated plant accounts.) (See also § 34.03-8.)

(b) When operated plant ordinarily having a service life of more than 1 year is installed for temporary use in radio-

telegraph service, it shall be accounted for in the same manner as other plant having a service life of more than 1 year.

(c) The cost of individual items of work equipment, such as hand and other portable tools that are likely to be lost or stolen, and other items of equipment that have relatively small value (\$10.00 or less) or short life, shall be included in the operated plant accounts only when the investment in such property is relatively large and the correctness of the accounting therefor is verified by the current inventory. When not so verified the cost of such items shall be charged to the operating expense (or clearing) account appropriate for the use of such items.

(d) The cost of plant includible in the following balance-sheet accounts shall be classified according to the titles and texts of the several plant accounts in the manner indicated by the chart under § 34.1-99, which also shows the method for combining balance-sheet and plant account numbers when it is desired to indicate both the use and the class of plant:

1000 Operated plant in carrier's service.
1100 Operated plant leased to others.
1200 Improvements and replacements of operated plant leased from others.
1400 Plant held for future communication use.

(e) The records supporting the entries in the operated plant accounts shall be so maintained as to show the cost of plant used at each station or city office.

§ 34.1-2 *Accounting for plant acquisitions.* (a) Plant previously in public use contributed to the carrier, or plant constructed by the carrier through expenditures of contributed money or its equivalent, shall be charged to the plant accounts on basis of original cost, and there shall be credited to the allowance for depreciation and allowance for amortization accounts the estimated amounts of depreciation and amortization requirements applicable to the plant at the date of acquisition. Plant not previously in public use contributed to the carrier shall be charged to the plant accounts at its estimated cost new at date of contribution and there shall be credited to the appropriate allowance for depreciation and allowance for amortization accounts the estimated amounts of such requirements applicable to the plant at that date. The difference between the amounts so includible in the plant and the allowance accounts shall be credited to account 2515, "Contributions of plant."

(b) Amounts received for construction which are ultimately to be repaid, wholly or in part, shall be credited to account 2315, "Advances for construction"; when final determination has been made as to the amount to be repaid, any amounts not subject to refund shall be transferred to account 2515, "Contributions of plant."

(c) When property that comprises a substantially complete operating system or operating unit is (or, prior to the effective date of this system of accounts, has been) acquired from predecessors by purchase, merger, consolidation, liquidation,

or otherwise, that portion of the acquisition cost applicable to operated plant, plant under construction, and plant held for future communication use shall be charged to account 91, "Plant acquired; undistributed charges."

(d) The accounting for the acquisition of such plant shall then be completed as follows:

(1) The original cost of such plant shall be charged to the plant accounts and account 1300, "Plant under construction," as appropriate, and credited to account 91, "Plant acquired; undistributed charges." When the actual original cost cannot be determined and estimates are used, the carrier shall maintain records to show the particulars of such estimates.

(2) The required allowances for depreciation and amortization of such plant at date of acquisition shall be credited to accounts 1515, "Allowance for depreciation; radiotelegraph plant," and 1520, "Allowance for amortization; radiotelegraph plant," respectively, and charged to account 91, "Plant acquired; undistributed charges."

(3) The amount remaining in account 91, "Plant acquired; undistributed charges," applicable to such plant, upon the completion of the entries provided in the foregoing paragraphs (1) and (2), shall be transferred to account 1510, "Plant acquisition adjustments," except that, when any amount thus transferable to account 1510 applies to duplicate or other plant which is intended to be retired by the carrier in the reconstruction of the acquired plant and its consolidation with previously owned plant, a statement indicating the plan of the accounting proposed for the entire amount applicable to such plant shall be submitted for consideration and approval by this Commission.

(e) The accounting for radiotelegraph plant acquired from predecessors not provided for in paragraphs (c) and (d) of this section shall be upon basis of acquisition cost to the carrier.

(f) A memorandum record shall be kept of the amount of contributions applicable to the plant acquired as shown by the accounts of the previous owner.

(g) Copies of journal entries recording the acquisition of (1) substantially complete operating systems, (2) substantially complete operating units, or (3) other plant (when the consideration paid for such other plant is \$25,000 or more), and of the entries clearing the amounts originally charged to account 91, "Plant acquired; Undistributed charges," shall be submitted within 90 days from the respective dates of such original and clearing entries for consideration and approval by the Commission. The text of such entries shall give a complete description of the plant acquired and the bases upon which the amounts of the entries have been determined.

(h) In connection with the acquisition of substantially complete operating systems or operating units, the carrier shall procure from the grantor (and the grantor shall deliver) all existing records relating to the property acquired, or certified copies thereof.

(i) If the acquisition involves construction by the accounting carrier, the provisions of §§ 34.1-3 and 34.1-4 shall be observed.

NOTE: The cost of valuations, inventories, and appraisals taken in connection with the contemplated acquisition of plant shall be charged to account 1935, "Preliminary survey and investigation charges." If the plant is acquired, the preliminary costs shall be accounted for as a part of the cost of acquisition. If the contemplated acquisition is abandoned such costs, including options paid, shall be charged to account 6299, "Other extraordinary income charges."

§ 34.1-3 *Components of construction cost.* (a) The cost of construction properly includible in the plant accounts shall include the applicable direct and overhead costs, listed and described in paragraph (c) of this section and in § 34.1-4 and other analogous items in connection with such work.

(b) When a part only of a project is placed in operation or is completed ready for service and the construction work as a whole is incomplete, that part of the plant placed in operation or ready for service shall be accounted for as completed.

(c) The following is a description of the principal components of construction costs:

(1) The pay and the expenses in lieu of wages of employees engaged in construction work, including the pay and expenses of foremen and inspectors in charge thereof.

(2) The purchase price at the point of free delivery of material and supplies, plus customs duties and excise taxes; the cost of inspection and handling; transportation to first point of delivery to the carrier; an equitable portion of supply expense; the total cost of fabricated material from the carrier's shop; the book cost of reusable material; and the cost of tools consumed on a project.

NOTE: In determining the cost of material used, proper allowance shall be made for unused material and supplies, material recovered from temporary arrangements used in performing the work, salvage value of tools released from the project, and cash and other discounts realized in the purchase of material and supplies.

(3) The cost of transporting employees, material and supplies, tools, and work equipment not under its own power. Transportation of material and supplies includes transportation from point of first delivery to point of use. It includes amounts paid to others as well as the cost of operating the carrier's own transportation equipment.

(4) The cost of protecting the carrier's property from fire or other casualties and the cost of preventing injury to others and damage to the property of others.

(5) Expenditures or losses on account of injuries to persons and damages to the property of others. (See also accounts 4430, "Injuries and damages," and 4435, "Relief and pensions.")

(6) Payments for and expenses incurred in securing temporary privileges, permits, or rights in connection with construction work, such as for the use of private or public property, streets, or highways.

(7) Taxes on physical property during construction and before the facilities are completed ready for service, assessed separately from taxes on operating property or under conditions which permit separate identification or allocation of the amount chargeable to construction; also the portion applicable to construction costs of taxes imposed under the Social Security Act and similar State statutes.

(8) The net cost of borrowed funds used for construction purposes and a reasonable rate upon the carrier's own funds when so used. Such amounts shall be charged to the individual project upon which the funds are expended and shall be credited to account 5225, "Interest charged to construction—Cr." The period for which interest may be included in the cost of construction shall be limited to the duration of the construction work. In case construction work is suspended, interest covering a period of more than 6 months from the date of such suspension shall not be included in the cost of construction except when authorized by this Commission. No interest costs for projects that have been abandoned shall be included in these accounts.

(9) Premiums paid or amounts provided as self-insurance for protection against loss and damage by fire and other casualties, injury to or death of employees or others, damage to property of others, defalcation of employees and agents, nonperformance of contractual obligations of others, and the cost of workmen's compensation or similar insurance.

(10) The cost of telephone, water, electricity, power, office space, equipment, and analogous items allocable to the construction project; also similar items furnished by the carrier through its regular operating facilities.

(11) The pay and expenses of operators and helpers required for machine operation, material and supplies consumed, depreciation, and other expenses incurred in the maintenance, operation, and use of special machines such as steam shovels, pile drivers, and other labor-saving machines; also expenditures for rental, maintenance, and operation of such machines owned by others. When a particular construction project requires the purchase of special machines, the cost thereof, less the appraised or salvage value at the time of release from the project, shall be included in this component.

(12) The applicable portion of the pay and of the office and other expenses of the carrier's engineers and their staffs responsible primarily for technical features of construction work.

(13) Amounts paid to other companies, firms, or individuals engaged by the carrier to plan, design, prepare estimates, supervise, inspect, or give general advice and assistance in connection with construction work. A copy of the agreement or arrangement under which such services are rendered shall be preserved by the carrier.

(14) An equitable portion of the pay and of the office and other expenses of the general officers and their staffs. Such

amounts shall be determined in accordance with § 34.03-17.

(15) Amounts paid for work performed under contract by other persons. Costs incident to the award of such contracts, to the inspection of such work, and to any other work of any character performed by the carrier in connection with a contract-work project shall be included in the component of construction cost appropriate for the character of the service performed or the expense incurred.

(16) Any incidental revenues received or earned during the construction period, less the costs incident to producing the earnings, shall be credited to the cost of construction.

§ 34.1-4 Overhead construction costs.

(a) All overhead construction costs, such as engineering, supervision, general office salaries and expenses, construction engineering and supervision by others than the carrier, law expenses, insurance, injuries and damages, relief and pensions, taxes, and interest, shall be charged to particular projects or units on the basis of the amounts of such overheads reasonably applicable thereto, to the end that each project or unit shall bear its equitable portion of such costs and that the entire cost of the unit, both direct and overhead, shall be deducted from the plant accounts at the time the unit of plant is retired.

(b) The records supporting the entries for overhead construction costs shall be so maintained as to show the nature of the expenditures, the individual projects and accounts charged, and the bases of the distribution of such costs.

(c) The instructions contained herein shall not be interpreted as permitting the inclusion in the operated plant accounts of arbitrary amounts to cover assumed overhead costs, but as requiring the assignment to particular projects and accounts of actual and reasonable overhead costs.

§ 34.1-5 Improvements and replacements of operated plant leased from others. (a) Except as provided in paragraphs (b) and (c) of this section, the cost of initial improvements (including repairs, rearrangements, and additions) to operated plant leased from others, made in the course of preparing the plant for service and the cost of any subsequent additions to and replacements of the leased plant, shall be charged to the operated plant accounts appropriate for the class of plant leased. (See also § 34.1-2.)

(b) When, under the terms of a leasing agreement, the carrier, as lessee, is required to make specific improvements to leased plant, and such improvements revert to the lessor and constitute a part of the consideration paid for use of the plant, the cost of such improvements shall be charged by the lessee to account 1815, "Prepaid rents," and amortized over the life of the lease to the appropriate rent account. Such portion of the cost of the improvements as represents additions to the leased plant shall be charged by the lessor (if a radiotelegraph carrier) to the appropriate plant accounts and credited to an appropriate subaccount

under account 2399, "Other deferred credits." Amounts thus credited to account 2399 shall be amortized over the life of the lease to the appropriate rent account.

(c) When improvements to leased plant otherwise chargeable to the plant accounts are of relatively minor cost or short life, or the period of the lease is not more than 1 year, the cost thereof shall be charged to the accounts appropriate for the cost of repairs of such plant.

(d) When, under the terms of a lease, the carrier, as lessee, is required to replace or to restore the condition of plant leased from others, depreciation charges on such original plant shall be computed on the same basis as for owned depreciable plant. Such amount shall be charged to account 4910, "Depreciation," and (if not subject to current settlement with the lessor) credited to account 2225, "Provisions for depreciation and replacement of operated plant leased from others." (See also § 34.04-3.)

(e) When, under the terms of a lease, the carrier, as lessee, is required to replace or to restore the condition of plant leased from others, the cost of leased plant retired by the lessee shall be credited to account 2230, "Leased operated plant retired." Such amount, together with the cost of removal, shall be charged, and the salvage value and any other amounts recovered shall be credited to account 2225, "Provisions for depreciation and replacement of operated plant leased from others."

(f) The accounting for the retirement of improvements and replacements of leased plant made by the lessee shall be as provided in § 34.1-6.

(g) Upon termination of a lease and surrender of the plant to the lessor, the accounting by the lessor (if a radiotelegraph carrier) for improvements and replacements of the leased plant which were made by the lessee shall be as follows:

The plant accounts shall be so adjusted as to include the original cost of the plant returned at the termination of the lease, including the original cost of improvements and replacements made by the lessee, and (as so adjusted) appropriately classified in conformity with § 34.1-2. Account 1515, "Allowance for depreciation; radiotelegraph plant," and account 1520, "Allowance for amortization; radiotelegraph plant," shall be so adjusted as to include the required allowances for depreciation and amortization of such plant. The difference between (1) the net amount of the foregoing adjustments, and (2) the amount of any settlement with the lessee with respect to such plant, shall be charged to account 1999, "Other deferred charges," or credited to account 2399, "Other deferred credits," as appropriate. The amounts recorded in account 1999 or account 2399 with respect to each leasing agreement shall be disposed of in such manner as this Commission may approve or direct.

(h) Each carrier, as lessee, shall maintain memorandum accounts entirely independent of these accounts in which are recorded the cost, and related allowances, of plant placed under its exclusive control by a leasing agreement, and subsequent retirements of such plant while under the control of the carrier. Separate memorandum accounts shall be

maintained for each leasing agreement. The records supporting the memorandum accounts shall be maintained in the same manner and detail as for owned operated plant.

§ 34.1-6 *Operated plant retired.* (a) To the end that the operated plant accounts shall at all times disclose the cost of plant in service, the cost of retired plant whether replaced or not (except as provided in paragraph (b) (2) of this section), shall be credited to the account or accounts prescribed in this system of accounts to which such cost was charged. Every carrier shall take such measures and establish such procedure as will insure strict compliance with these requirements. When any item of plant is retired from service for any reason, the amount in the plant accounts applicable to that item shall be credited thereto and the retirement entry shall cite the original entry of cost of the item retired, by name and page of, or other definite identification of, book or other record in which maintained; except that when such entry cannot be identified or is not available, that fact shall be stated in the retirement entry. The records supporting retirement entries shall show also the aggregate quantity, in units of measure ordinarily used by the carrier, of each retirement unit retired. (See § 34.1-6-1.)

(b) *Depreciable operated plant:* For the purpose of avoiding undue refinement, the accounting for retirements and replacements of depreciable operated plant shall be as follows:

(1) *Retirement units.* The cost of any unit retired (whether replaced or not) shall be credited to the appropriate plant account. Except as provided in paragraphs (e) and (f) of this section, the entire amount of such cost shall be charged to account 1515, "Allowance for depreciation; radiotelegraph plant." (See also the text of that account.) The cost of plant installed in place of the plant retired shall be charged to the appropriate plant accounts.

(2) *Minor items.* Any minor item of plant retired and not replaced shall be accounted for as if it were a retirement unit except that, if the cost of a minor item of plant is accounted for through the retirement of a unit, no separate credit to the plant account is required when such an item is retired. If a minor item of plant is retired and replaced apart from the retirement unit of which it forms a part or with which it is associated, no adjustment shall be made in account 1515, "Allowance for depreciation; radiotelegraph plant." The cost of the replacement shall be charged to the account appropriate for the cost of maintenance of the plant, except that, if the replacement effects a substantial betterment (the primary aim of which is to make the plant affected more useful, of greater durability, of greater capacity, or more economical in operation), the excess cost in place of the item installed over the cost of the item retired shall be charged to the appropriate plant account.

(c) *Land:* The cost of land retired shall be credited to account 11, "Land." If the land is sold, the difference between

the cost of the land and the consideration received less commissions and other expenses of making the sale, shall be charged to account 6299, "Other extraordinary income charges," or credited to account 6199, "Other extraordinary income credits," as appropriate. If the land is retained by the carrier, its estimated fair value, not in excess of cost, shall be charged to account 1610, "Miscellaneous physical property." The difference, if any, between the amount credited to the plant account and the amount charged to account 1610 shall be charged to account 6299, "Other extraordinary income charges." (See also § 34.1-7.)

(d) *Intangibles:* The accounting for franchises, patent rights, leaseholds, and other intangibles retired shall be as provided in the text of account 1520, "Allowance for amortization; radiotelegraph plant."

(e) When operated plant is sold with the associated traffic, the cost of such plant shall be credited to the appropriate plant accounts and the amounts carried with respect thereto in the depreciation and amortization allowance accounts shall be charged to such allowance accounts. The difference between (1) the net of such charges and credits and (2) the consideration received less commissions and other expenses of making the sale shall be charged to account 6299, "Other extraordinary income charges," or credited to account 6199, "Other extraordinary income credits," as appropriate. The accounting for depreciable operated plant sold without the associated traffic shall be as provided in paragraph (b) of this section and account 1515, "Allowance for depreciation; radiotelegraph plant."

(f) Upon termination of a lease and transfer of the plant to the lessor, the cost of improvements and replacements made by the lessee to plant leased from others shall be credited to the plant accounts of the lessee in which they stand charged. The amounts applicable to such plant in account 1515, "Allowance for depreciation; radiotelegraph plant," and account 1520, "Allowance for amortization; radiotelegraph plant," shall be cleared from such allowance accounts. The difference between the amounts of the foregoing charges and credits shall be charged or credited, as appropriate, to account 2225, "Provisions for depreciation and replacement of operated plant leased from others." The amount of any settlement with the lessor with respect to such plant shall be charged or credited, as appropriate, to account 2225. The balances in account 2225, and account 2230, "Leased operated plant retired," with respect to each such expired lease shall, upon completion of the foregoing entries, be disposed of in such manner as this Commission may approve or direct.

(g) If, after performing the accounting provided in the foregoing paragraphs of this section and in § 34.04-3, a credit balance remains, because of underestimating net salvage value or for any other reason, in the portion of any depreciation or amortization allowance account assignable to the plant retired, the portion of such balance applicable to the calen-

dar year in which the plant is retired shall be charged to that allowance account and credited to the operating revenue-deduction or other account originally charged with the estimated amount of current depreciation. The remainder of such balance shall be cleared from the allowance account as provided in § 34.03-13.

NOTE A: The cost of valuations, inventories, and appraisals taken in connection with the contemplated sale of plant shall be charged to account 1935, "Preliminary survey and investigation charges." If the plant is sold, the preliminary costs shall be deducted from the sale price in accounting for the plant sold. If the contemplated sale is abandoned, such costs shall be charged to account 6299, "Other extraordinary income charges."

NOTE B: When the retirement of operated plant consisting of a complete operating unit or system or having a book cost of \$25,000 or more is occasioned by a sale, all transactions relating thereto shall be initially recorded in account 92, "Plant sold; undistributed credits."

§ 34.1-7 *Transfers of plant.* (a) When plant is transferred from one class of communication service to another, the transfer shall be accounted for by transferring the book cost thereof to the appropriate accounts, and likewise any related amounts in the allowance for depreciation and allowance for amortization accounts shall be transferred to the appropriate allowance accounts.

(b) When depreciable operated plant is transferred to noncarrier operations, the transfer shall be accounted for by crediting the appropriate plant accounts and charging account 1515, "Allowance for depreciation; radiotelegraph plant," with the cost of the plant transferred. Account 1515 shall then be credited and account 1610, "Miscellaneous physical property," shall be charged with the estimated fair value, not in excess of cost, of the plant transferred.

§ 34.1-8 *Continuous property-record required.* (a) Not later than January 1, 1940, each carrier shall begin the preparation of a continuous property-record relating to property of the classes represented in the balance-sheet accounts under the caption "Communication plant," and in account 1610, "Miscellaneous physical property." The record shall be completed not later than June 30, 1942, with respect to property as at December 31, 1939, and with respect to the changes effected therein between the dates of January 1, 1940, and December 31, 1941: *Provided, however,* That such data shall not be used by the carrier in its permanent records until the approval by this Commission of a plan (and list of property units) and other details of a continuous property-record procedure submitted in compliance with the provisions of paragraph (b) of this section.

(b) Not later than June 30, 1940, each carrier shall submit to this Commission for consideration and approval a complete plan of the methods to be used in the compilation of the continuous property-record, the installation and maintenance of which are prescribed in paragraph (a) of this section. The plan shall include a list of the property units proposed for use, classified to con-

form with the operated plant accounts prescribed in this system of accounts, and include material lists for assemblies, together with the quantity-unit designation applicable to each property unit and to the integral or associated parts thereof. A narrative statement shall accompany the lists of proposed units, describing in detail the content and method of maintenance of all forms and other records which are designed for use in compiling the continuous property-record, to

the end that a ready analysis with respect to the sufficiency thereof may be made.

(c) The record shall be arranged in conformity with the operated plant accounts prescribed in this system of accounts. It shall be compiled on basis of original cost and shall contain such detailed description and classification of the property units as will permit of ready verification.

§ 34.1-99 *Contemplated form of plant statement.* (See § 34.03-9.)

RADIOTELEGRAPH PLANT

Account No.	Particulars	Operated plant			Plant held for future communication use (1400)	Total
		In carrier's service (1000)	Leased to others (1100)	Leased from others—Improvements and replacements (1200)		
(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<i>Real estate</i>					
11	Land.....	(1)	\$.....	\$.....	\$.....	\$.....
12	Land improvements.....	\$.....				
13	Drainage, sewerage, gas, and water systems.....					
14	Buildings.....					
	Total.....	\$.....	\$.....	\$.....	\$.....	\$.....
	<i>Fixed and land station aerial systems and lines</i>					
21	Towers and masts.....	\$.....	(2)	\$.....	\$.....	\$.....
22	Antenna systems.....	\$.....				
26	Control lines.....					
27	Power-supply lines.....					
	Total.....	\$.....	\$.....	\$.....	\$.....	\$.....
	<i>Fixed and land station transmission equipment</i>					
31	Electron-tube transmitter equipment.....	\$.....	\$.....	\$.....	\$.....	\$.....
32	Other transmitter equipment.....			(3)		
33	Cooling apparatus.....					
34	Receiver equipment.....				(4)	
36	Power supply and distribution equipment.....					
40	Control apparatus.....					
41	Equipment on customers' premises.....					
	Total.....	\$.....	\$.....	\$.....	\$.....	\$.....
	<i>Furniture and office equipment</i>					
51	Furniture and office equipment.....	\$.....	\$.....	\$.....	\$.....	\$.....
	<i>Mobile station equipment</i>					
61	Ship station equipment.....	\$.....	\$.....	\$.....	\$.....	\$.....
69	Other mobile station equipment.....					
	Total.....	\$.....	\$.....	\$.....	\$.....	\$.....
	<i>Work equipment</i>					
71	Vehicles and draft animals.....	\$.....	\$.....	\$.....	\$.....	\$.....
72	Shop equipment, tools, and implements.....					
73	Store and warehouse equipment.....					
	Total.....	\$.....	\$.....	\$.....	\$.....	\$.....
	<i>Intangibles</i>					
81	Organization.....	\$.....	\$.....	\$.....	\$.....	\$.....
82	Franchises.....					
83	Patent rights.....					
84	Leaseholds.....					
89	Other intangibles.....					
	Total.....	\$.....	\$.....	\$.....	\$.....	\$.....
	Total classified plant.....	\$.....	\$.....	\$.....	\$.....	\$.....
91	Add: Plant acquired—Undistributed charges.....	\$.....				\$.....
92	Deduct: Plant sold—Undistributed credits.....					\$.....
	Total radiotelegraph plant.....	\$.....	\$.....	\$.....	\$.....	\$.....

1234 The accounts represented, if appropriate, at the 4 respective points bearing these symbols shall be numbered, for example, 1011, 1121, 1232, and 1434, respectively.

PRESCRIBED ACCOUNTS

NOTE: Number to the right of the decimal point is the account number.

Real Estate

§ 34.11 *Land.* (a) This account shall include the cost of land used in radiotele-

graph service. (See also account 84, "Leaseholds.")

(b) When improved land is acquired, the cost shall be fairly apportioned among the land, the land improvements, the drainage, sewerage, gas, and water systems, and the buildings and accounted

for accordingly. If the plan of acquisition contemplates the removal of any improvements (including buildings), the total cost of the land and the property to be removed shall be accounted for as the cost of the land, and the amount of salvage recovered from the property removed shall be deducted from the cost of the land.

ITEMS

(See § 34.03-12)

Assessments for the construction of public improvements. (See also note B to this account.)

Clearing or defending title against claims relating to a period prior to the purchase, Commissions and fees to brokers, agents, and others.

Condemnation proceedings, including court costs and special counsel fees.

Conveyancer and notarial fees.

Examination and registration of titles.

Relocating property of others in the acquisition of such land.

Taxes assumed on land, applicable to a period prior to the date of acquisition.

Voiding leases to secure possession of land acquired.

NOTE A: When land is acquired in excess of that required for radiotelegraph purposes or is acquired without a definite plan for its use in communication service, its cost shall be charged in account 1610, "Miscellaneous physical property."

NOTE B: Installments of assessments for public improvements, including interest, that are deferred without option to the carrier shall be included in this account, only as they become due and payable. Interest on assessments that are not paid when due shall be included in account 5235, "Other interest charges."

§ 34.12 *Land improvements.* This account shall include the cost of improvements made or acquired by the carrier on land used in radiotelegraph service. (See also accounts 11, "Land," 13, "Drainage, sewerage, gas, and water systems," and 14, "Buildings.")

ITEMS

(See § 34.03-12)

Fences.

Hedges.

Lawns.

Retaining walls. (See also account 14, "Buildings.")

Roads.

Sidewalks.

Swimming pools (outdoor).

Tennis courts.

Yard lighting equipment.

§ 34.13 *Drainage, sewerage, gas, and water systems.* (a) This account shall include the cost of drainage, sewerage, gas, and water systems used in radiotelegraph service. (See also account 11, "Land.")

(b) This account shall include also the cost of shelters used only for housing machinery used in connection with the operation of drainage, sewerage, gas, and water systems.

ITEMS

(See § 34.03-12)

Basins.

Hydrants.

Machinery used only for the operation of these systems.

Manholes and handholes.

Piping.

Reservoirs.

Tanks; septic, water.

Tiling.

Wells.

NOTE: This account shall not include the cost of piping or equipment located within and serving only one building includible in account 14, "Buildings."

§ 34.14 *Buildings.* This account shall include the cost of buildings, not specifically includible in other accounts, used in radiotelegraph service, and the cost of permanent fixtures, machinery, appurtenances, and appliances installed as parts thereof. (See also account 11, "Land.")

ITEMS

(See § 34.03-12)

Awnings.
Boilers, furnaces, fixtures, and machinery for heating, lighting, and ventilating.
Cable vaults and conduits constructed as part of the building.
Commissions and fees to brokers, agents, architects, and others.
Door checks and door stops.
Drainage and sewerage, inside piping and equipment. (See also account 13, "Drainage, sewerage, gas, and water systems.")
Electric shielding.
Electric wiring.
Elevators.
Fire-extinguisher systems.
Garages, shops, and stables.
General and other office buildings.
Grading, excavating, and preparing grounds for buildings, including clearing of grounds after construction.
Ground systems (installed with buildings).
Improvements to leased buildings. (See particularly § 34.1-5.)
Linoleum and similar floor coverings, excluding carpets and rugs.
Motors and generators.
Partitions, including movable.
Piers and foundations for machinery constructed as a permanent part of a building.
Platforms, storage or loading.
Refrigeration systems.
Retaining walls (erected in connection with buildings).
Screens, door and window.
Sheds.
Signs; permanent, attached to buildings.
Sprinkling systems.
Storm doors and windows.
Taxes assumed on buildings, applicable to the period prior to the date of acquisition.
Voiding leases to secure possession of buildings acquired.
Water, steam, and gas pipes.
Window shades and ventilators.

NOTE A: This account shall not include the cost of any equipment, apparatus, or wiring for generating or controlling electricity for operation of the communication system.

NOTE B: The cost of shelters used exclusively for housing drainage, sewerage, gas, and water systems, tuning coils, power supply equipment, or sleet-melting installations shall be included in accounts 13, "Drainage, sewerage, gas, and water systems," 22, "Antenna systems," or account 36, "Power supply and distribution equipment," as appropriate.

Fixed and Land Station Aerial Systems and Lines

§ 34.21 *Towers and masts.* This account shall include the cost of towers and masts (including pole-type masts) and other antenna-supporting structures and special fixtures used in radiotelegraph service; also the cost of beacon lights and their accessories.

ITEMS

(See § 34.03-12)

Anchors.
Bolts, nuts, and braces.
Cost of initial clearing of area prior to construction.

Excavation.
Foundations.
Grading.
Guys.
Halyards; permanent.
Insulated bases.
Permits and privileges for construction. (See particularly paragraph (c) (6) of § 34.1-3.)
Steel plates and angles.
Topmasts.
Tower or mast ground systems for protection against lightning.
Tower lighting systems.

§ 34.22 *Antenna systems.* This account shall include the cost of aerial wire and accessory items comprising the antenna systems used in radiotelegraph service, including the associated ground and counterpoise systems, radio-frequency transmission lines, tuning coils, and sleet-melting installations.

ITEMS

(See § 34.03-12)

Aerial Assemblies or Arrays

Anchors.
Bridle rings and wire.
Insulators and thimbles.
Permits and privileges for construction. (See particularly paragraph (c) (6) of § 34.1-3.)
Spreaders.
Switches.
Transposition brackets.
Wire and cable (aerial).

Ground or Counterpoise Systems

Clamps and rods.
Counterpoise supports.
Insulators and thimbles.
Plates and pipes.
Protectors and arresters.
Tie wires.
Wire and cable (ground).

Radio-Frequency Transmission Lines

Anchors.
Bolts, nuts, and brackets.
Clearing routes and tree trimming prior to construction.
Guy clamps.
Guy wire or strand.
Harmonic tuning traps.
Insulators.
Lightning arresters.
Permits and privileges for construction. (See particularly paragraph (c) (6) of § 34.1-3.)
Pins.
Poles.
Wire.

Tuning and Uncoupling Coils

Bases.
Busses.
Coils.
Foundations.
Houses or shelters for coils.
Switches.

Sleet-Melting Installations

Cables, conduits, and wires.
Circuit breakers.
Meters.
Panels.
Power boards.
Power-supply cables.
Shelters, housings, and platforms.
Switches.
Transformers.

NOTE A: The cost of ground systems installed with buildings shall be included in account 14, "Buildings."

NOTE B: The cost of loop or rod antennas which are integral with or essentially a part of receivers, field strength measuring sets, automobiles, or other similar devices or vehicles should not be included in this account.

§ 34.26 *Control lines.* This account shall include the cost of wire, cable, con-

duit, pole lines, and associated equipment used in radiotelegraph service for intercommunicating, dispatching, originating, terminating, tie lines to customers' premises, and other control purposes.

ITEMS

(See § 34.03-12)

Anchors.
Braces and brackets.
Cables.
Clearing routes and tree trimming, except maintenance of previous clearings.
Conduits.
Crossarms.
Ducts.
Field telephone systems.
Guys.
Insulators.
Manholes and handholes.
Permits and privileges for construction. (See particularly paragraph (c) (6) of § 34.1-3.)
Poles.
Protectors and arresters.
Tie wires.
Wire.

NOTE A: The cost of interior wiring shall be included in the account appropriate for the cost of plant with which it is associated.

NOTE B: The amounts of payments made to other persons for extending their lines to the carrier's station or office, when such facilities remain the property of such other persons, and when the amounts paid are not subject to rebate, shall be included in account 89, "Other intangibles."

§ 34.27 *Power-supply lines.* (a) This account shall include the cost of wire, cable, conduit, pole lines, and associated equipment used in the transmission of power for the carrier's radiotelegraph service.

(b) This account shall include the cost of lines from the point of connection with the primary source of power to the point of termination in the main power-supply switchboard, fuse panel, or distribution box.

ITEMS

(See § 34.03-12)

Anchors.
Braces and brackets.
Cable.
Clearing routes and tree trimming, except maintenance of previous clearings.
Conduits.
Crossarms.
Ducts.
Guys.
Insulators.
Lightning arresters.
Manholes and handholes.
Permits and privileges for construction. (See particularly paragraph (c) (6) of § 34.1-3.)
Poles.
Tie wires.
Wire.

NOTE: The amounts of payments made to other persons for extending their lines to the carrier's station or office, when such facilities remain the property of such other persons, and when the amounts paid are not subject to rebate, shall be included in account 89, "Other intangibles."

Fixed and Land Station Transmission Equipment

§ 34.31 *Electron-tube transmitter equipment.* This account shall include the cost of electron-tube transmitters and associated transmitter equipment used in radiotelegraph service. (See accounts 22, "Antenna system," 26, "Control lines," 36, "Power supply and

distribution equipment," 40, "Control apparatus.")

ITEMS

(See § 34.03-12)

Air ducts and oil coolers.
Amplifiers; power, audio.
Antenna coupling devices (inside).
Circulating pumps and blowers.
Crystal oscillators.
Electron tubes. (See § 34.41-7.)
Exciters and drivers.
Filament motor generators.
Meters (permanently installed).
Rectifiers (if a part of the transmitter).
Steel mesh partitions.
Transmitter control panels.
Voltage regulators.

§ 34.32 *Other transmitter equipment.* This account shall include the cost of alternators, spark transmitters, arc transmitters, and other transmitters the cost of which is not includible in account 31, "Electron-tube transmitter equipment," and accessory equipment used exclusively in connection with such transmitters in radiotelegraph service.

ITEMS

(See § 34.03-12)

Amplifiers.
Coils; induction and saturation.
Compressors.
Condensers.
Converters.
Electron tubes. (See § 34.41-7.)
Foundations.
Meters (permanently installed).
Motor generators.
Motors.
Oil filtering systems.
Panels.
Pumps.
Resistance grids.
Rheostats.
Steel mesh partitions.
Switchboards.
Switches.
Transformers.
Wiring.

§ 34.33 *Cooling apparatus.* This account shall include the cost of cooling towers and ponds and other apparatus for cooling transmitter and power supply equipment used in radiotelegraph service. (See also account 13, "Drainage, sewerage, gas, and water systems.")

ITEMS

(See § 34.03-12)

Air ducts.
Blowers.
Brine tanks.
Connecting pipes.
Cooling ponds.
Cooling towers.
Fans.
Meters.
Pumps.
Radiators.
Sumps.
Water storage tanks.

NOTE: The cost of cooling apparatus that forms an integral part of transmitter or power supply equipment shall be included in accounts 31, "Electron-tube transmitter equipment," 32, "Other transmitter equipment," or 36, "Power supply and distribution equipment," as appropriate.

§ 34.34 *Receiver equipment.* This account shall include the cost of receivers and associated receiver equipment used in radiotelegraph service.

ITEMS

(See § 34.03-12)

Amplifiers.
Control units.
Converters.
Diversity and other equipment racks.
Electron tubes. (See § 34.41-7.)
Filters.
Meters (permanently installed).
Oscillators.
Resistors.
Switch and control panels.
Tables, pedestals, and other supports (permanently attached).
Tone keyers.
Transformers.
Tuners.

§ 34.36 *Power supply and distribution equipment.* (a) This account shall include the cost of all power supply and distribution equipment serving as or associated with the prime source of power used in radiotelegraph service.

(b) This account shall include also the cost of power rectifiers or motor generator installations (not forming an integral part of a transmitter) that are provided as a common source of power for a multiplicity of transmitters or other equipment. (See also account 31, "Electron-tube transmitter equipment," and account 32, "Other transmitter equipment.")

(c) This account shall include also the cost of storage battery equipment used in radiotelegraph service for the purpose of supplying main, emergency, or auxiliary power.

ITEM

(See § 34.03-12)

Other Than Storage Battery Equipment

Alternators.
Armatures.
Circuit breakers.
Compensators.
Control panels.
Electron tubes. (See § 34.41-7.)
Fuse panels.
Generators.
Indicators.
Meters.
Motors.
Power factor correction capacitors.
Rectifiers.
Shelters or housings.
Starters.
Switchboards.
Transformers.

Storage Battery Equipment

Batteries.
Battery cases and racks.
Battery room connections.
Charging equipment.
Shelters and housings.
Switching equipment used exclusively for storage batteries.
Tanks and tank insulators.

NOTE A: The cost of lines leading from the main power switchboard, fuse panels, or distribution boxes to the power-supply lines, shall be included in account 27, "Power-supply lines."

NOTE B: The cost of dry cells shall be charged to the appropriate operating expense account.

§ 34.40 *Control apparatus.* (a) This account shall include the cost of telephone, telegraph, and other control apparatus, and associated interior wiring, in transmitting and receiving stations and in city or control offices, used for intercommunicating, dispatching, originat-

ing, terminating, and other control purposes in radiotelegraph service.

(b) This account shall include also the cost of frequency-measuring installations used for control purposes by the carrier or in the rendition of a commercial frequency-measuring service for others.

(c) This account shall include also the cost of photogram, facsimile, television, and similar equipment, not includible in other accounts, used in radiotelegraph service.

ITEMS

(See § 34.03-12)

Frequency-Measuring Equipment

Equipment racks.
Filament and plate supply regulators.
Frequency meters.
Frequency standard check equipment.
Frequency standards.
Harmonic generators and amplifiers.
Multivibrator units.
Oscillator units.
Pedestals and foundations.
Radio receivers.
Special rooms designed for frequency measuring.
Synchronous clocks and amplifiers.
Time signal recorders and comparators.

Message Transmitting and Receiving Apparatus

Automatic transmitters.
Desks or tables fitted with apparatus or used as mountings for apparatus.
Error detectors.
Facsimile machines.
Ink recorders and undulators.
Photoradio operating tables, receiving recorders, scanner units, and transmitting and receiving machines.
Printers; keyboard, page, or tape.
Tape pullers and tape perforators.
Time stamps.
Teletypewriters.
Typewriters, traffic.
Water copy wringers or presses.

Message-Conveyor Equipment

Conveyor belts.
Metal chutes.
Pneumatic tubes and associated equipment.
Calling and Order-Dispatching Equipment
Annunciator systems.
Microphone and loud speaker equipment.
Public address equipment.
Registers and call boxes.
Teleautograph equipment.

Terminal Equipment

Amplifiers and associated equipment.
Control or switching equipment.
Electron tubes. (See § 34.41-7.)
Filters and filter racks.
Fuse, lamp, and mixer panels.
Microphone equipment.
Modulators.
Mountings for line terminal equipment.
Photoradio facsimile and multiplex terminals.
Radio transmitter frequency control equipment.
Relay test panels.
Tone generating equipment.
Volume indicators.

Monitoring Equipment

Loud speakers.
Monitor receivers and recorders.
Multiple pen recorders.
Telephone head sets, hand sets, and breast sets.

NOTE A: The cost of outside wiring shall be included in account 26, "Control lines."

NOTE B: The amounts of payments made to other persons for extending their lines

(such as pneumatic tube lines) to the carrier's station or office, when such facilities remain the property of such other persons, and when the amounts paid are not subject to rebate, shall be included in account 89, "Other intangibles."

NOTE C: The cost of equipment installed on customers' premises shall be included in account 41, "Equipment on customers' premises."

§ 34.41 Equipment on customers' premises. (a) This account shall include the cost of equipment installed on customers' premises for use in radiotelegraph service.

(b) This account shall be subdivided as follows:

- 41:01 Printer equipment.
- 41:02 Call boxes.
- 41:99 Other equipment.

ITEMS

(See § 34.03-12)

Call boxes.
Morse sets.
Printer tables.
Printers; keyboard, page, or type.
Telephones.

NOTE: The cost of outside wiring shall be included in account 26, "Control lines."

Furniture and Office Equipment

§ 34.51 Furniture and office equipment. This account shall include the cost of furniture, office equipment, and portable fixtures used in radiotelegraph service in stations, offices, storerooms, shops, and other quarters.

ITEMS

(See § 34.03-12)

Beds, cots, and couches.
Bins, counters, and shelves.
Bookcases.
Cabinets and filing cases.
Cages, cashiers' (not part of building).
Chairs, carpets, and rugs.
Clocks.
Davenport.
Desks.
Electric heaters.
Equipment in kitchens and in rest, dining, recreation, and medical rooms.
Fans, electric, portable.
Fire-extinguisher equipment, portable.
Floor scrubbing and polishing machines.
Gas and electric fixtures, portable.
Lockers and wardrobes, portable.
Mirrors, portable.
Motion-picture equipment.
Office devices, including addressing, billing, blueprinting, computing, dating, duplicating, mailing, photostat and recording machines, cash registers, check writers, postage-meter machines, typewriters, and similar items.
Pianos and phonographs.
Radio sets.
Racks—magazine, newspaper, umbrella, and clothing.
Refrigerators, portable.
Safes.
Sewing machines.
Signs, portable.
Shoe-shining equipment.
Stoves.
Tables.
Vacuum sweepers.
Water coolers.

NOTE A: The cost of fixtures attached to and constituting a part of buildings shall be charged to account 14, "Buildings."

NOTE B: The cost of traffic typewriters is includible in account 40, "Control apparatus."

Mobile Station Equipment

§ 34.61 Ship station equipment. (a) This account shall include the cost of equipment used in radiotelegraph service at ship stations.

(b) The records supporting the entries in this account shall be so maintained as to indicate the cost of equipment at each ship station.

ITEMS

(See § 34.03-12)

Antenna systems.
Control panels.
Electron tubes. (See § 34.41-7.)
Emergency power supply.
Motor generators.
Receivers.
Transmitters.

§ 34.69 Other mobile station equipment. (a) This account shall include the cost of equipment used in radiotelegraph service at mobile stations, other than ship stations.

(b) This account shall be subdivided as follows:

- 69:01 Aircraft station equipment.
- 69:02 Equipment at mobile stations other than ship or aircraft.

(c) The records supporting the entries in this account shall be so maintained as to indicate the cost of the equipment at each such mobile station.

ITEMS

(See § 34.03-12)

Antenna systems.
Control panels.
Electron tubes. (See § 34.41-7.)
Emergency power supply.
Motor generators.
Receivers.
Transmitters.

Work Equipment

§ 34.71 Vehicles and draft animals. This account shall include the cost of transportation equipment such as motor-driven and animal-drawn vehicles, animals, harness, and appurtenances, used in radiotelegraph service.

ITEMS

(See § 34.03-12)

Automobiles and airplanes.
Bicycles and scooter-bikes.
Boats and barges.
Camp wagons.
Draft animals.
Hand trucks and carts.
Harness.
Motorcycles.
Mounted kitchens.
Saddles.
Trailers.
Trucks and tractors (including those equipped with earth-boring machines, pumps, winches, and similar items).
Wagons.

§ 34.72 Shop equipment, tools, and implements. This account shall include the cost of machinery, instruments, tools, appliances, and implements, located at stations, city offices, or shops, and used in testing, maintaining, and constructing radiotelegraph plant.

ITEMS

(See § 34.03-12)

Testing and Adjusting Equipment

Crystal testing equipment.
Electron tubes. (See § 34.41-7.)

Linemen's test sets.
Megger test sets.
Meters.
Oil testing sets.
Oscillographs and oscilloscopes.
Precision gages.
Relay testers.
Test panels.
Thermocouples.
Vacuum-tube gas-detector.

Portable Tools and Implements

Air compressors, mobile.
Back-filling machines.
Blowers, power.
Compressed-air tools.
Concrete mixers and breakers.
Cranes, mobile.
Derricks, mobile.
Drills and hammers, power.
Earth-boring machines (not part of truck or tractor).
Forges, portable.
Fuse tongs.
Hand tools. (See particularly paragraph (c) of § 34.1-1.)
Hand trucks, carts, and barrows.
Loaders, power.
Tents and tarpaulins.
Torches.
Trenching machines.

Other Equipment

Air compressors.
Blowers.
Boring mills.
Compressed-air tools.
Cranes.
Derricks.
Electric ovens.
Engines.
Forges.
Gasoline pumps and tanks.
Generators, electric and gas.
Lathes.
Milling machines.
Motors.
Oil filter presses.
Oil pumps and tanks.
Planers.
Power drills.
Power hammers.
Power loaders.
Presses.
Pumps.
Winches.
Wire-measuring machines.

NOTE A: The cost of chairs, desks, tables, and other items of furniture used in shops shall be included in account 51, "Furniture and office equipment."

NOTE B: Tools carried as supplies unissued shall be charged to account 1795, "Material and supplies," and small hand tools shall be charged to account 9020, "Shop, tool, and implement expenses; undistributed."

§ 34.73 Store and warehouse equipment. This account shall include the cost of equipment and appurtenances in storerooms, warehouses, and material yards used in storing, handling, and packing material and supplies held for use in radiotelegraph service.

ITEMS

(See § 34.03-12)

Barrows.
Bins, portable.
Cabinets, movable.
Conveyers.
Counters, movable.
Cranes.
Furniture and office equipment (located in storerooms and warehouses defined in note A under this account, as distinguished from furniture and office equipment located at stations and city offices).
Gasoline pumps.
Gasoline tanks.

Hand trucks and carts.
Hoists.
Oil pumps.
Oil tanks.
Shelving, movable.
Tools.
Wire-measuring machines.

NOTE A: The storerooms and warehouses to which this account relates are those serving as general distribution centers for materials and supplies and which normally are not located at stations or city offices.

NOTE B: The cost of fixtures attached to and constituting a part of buildings shall be included in account 14, "Buildings."

Intangibles

§ 34.81 *Organization.* This account shall include the cost of organizing and incorporating the carrier.

ITEMS

(See § 34.03-12)

Cost of obtaining certificates authorizing the carrier to engage in the public communication business.
Fees and expenses of incorporation.
Fees and expenses of mergers or consolidations.
Office expenses incident to organizing the carrier.

NOTE A: This account shall not include any discounts upon securities issued or assumed, costs incident to negotiating loans or selling bonds or other evidences of indebtedness, or expenses in connection with the authorization issuance, sale, or resale of capital stock.

NOTE B: This account shall not include the cost of preparing and filing papers in connection with the extension of the term of incorporation unless the first organization costs have been written off.

NOTE C: This account shall not include any organization costs of companies retiring as a result of mergers, consolidations, or reorganizations.

§ 34.82 *Franchises.* (a) This account shall include the cost of franchises, consents, and certificates, running in perpetuity or for a specified term of more than 1 year, issued by a national government, a State, or any other political entity.

(b) When any franchise, consent, or certificate expires, is sold, relinquished, or otherwise retired from service, the accounting shall be as provided in account 1520, "Allowance for amortization; radiotelegraph plant."

(c) This account shall be subdivided as follows:

82:01 Perpetual franchises.
82:02 Limited-term franchises.

ITEMS

(See § 34.03-12)

Amounts, other than those includible in account 81, "Organization," paid to a national government, a State, or any other political entity as a condition precedent to engaging in communication business, whether or not the right to occupy public property, streets, or highways is obtained in connection therewith. (See particularly paragraph (c) (6) of § 34.1-3.)

Cost of franchises acquired by assignment.
Cost of plant, material, supplies, and equipment given as the initial consideration for franchises.

Election costs assumed by the carrier for government consent.

NOTE A: The cost of franchises running for 1 year or less after acquisition shall be charged to account 4460, "Franchise require-

ments—Dr." or, if such franchises extend beyond the current calendar year, to account 1899, "Other prepayments," to the extent of its proper portion. Franchises acquired at small cost may be charged to account 4460, irrespective of their term of life.

NOTE B: Franchise taxes payable annually or more frequently shall be charged to account 4932, "Other taxes; operating."

§ 34.83 *Patent rights.* (a) This account shall include the cost of patent rights having a life of more than 1 year from date of acquisition, acquired for use in connection with the carrier's radiotelegraph operations.

(b) When any patent right expires, is sold, or is otherwise retired from service, the accounting shall be as provided in account 1520, "Allowance for amortization; radiotelegraph plant."

ITEMS

(See § 34.03-12)

Costs incident to defending title.
Fees of patent attorneys and other legal expenses.
Filing and registration fees.
Research and development expenses directly assignable.

NOTE: The cost of patent rights having an estimated service life of 1 year or less, or acquired at small cost, shall be included in account 4499, "Other general expenses."

§ 34.84 *Leaseholds.* (a) This account shall include the cost of leaseholds, easements, and similar rights in land and other property having a term of more than 1 year.

(b) When any leasehold expires, is sold, or is otherwise retired from service, the accounting shall be as provided in account 1520, "Allowance for amortization; radiotelegraph plant."

(c) This account shall be subdivided as follows:

84:01 Rights of way.
84:99 Other leaseholds.

ITEMS

(See § 34.03-12)

Conveyancer and notarial fees.
Relocating property of others.
Special counsel and other fees and expenses incurred in connection with leaseholds.
Taxes assumed on leased property applicable to the period prior to the date of the lease.

NOTE A: The cost of permits to erect poles and to place conduit when the expected period of occupancy under such permits does not exceed the estimated life of the initial plant installed, also the cost of other permits not includible in this account, such as those to place cable and wire on buildings and fences, and the related pay and expenses of employees and other costs incident to acquiring such permits, shall be included in the account appropriate for the cost of the plant constructed. (See particularly paragraph (c) (6) of § 34.1-3.)

NOTE B: Annual or more frequent payments for leaseholds shall be charged to account 4940, "Rent for lease of operated plant," account 4245, "Rent for other facilities," account 4450, "Rent for offices," or account 4455, "Other rents," as appropriate.

§ 34.89 *Other intangibles.* (a) This account shall include the cost of assets of an intangible nature not provided for elsewhere, such as the amounts of payments made to other persons for extending their lines to the carrier's station or office, when such facilities remain the property of such other persons, and when

the amounts paid are not subject to rebate.

(b) When any intangible item the cost of which is included in this account expires or is otherwise retired from service, the accounting shall be as provided in account 1520, "Allowance for amortization; radiotelegraph plant."

(c) The records supporting the entries in this account shall be so maintained that in the reports to this Commission complete information can be furnished with respect to any amounts included herein.

Other Plant Accounts

§ 34.91 *Plant acquired; undistributed charges.* (a) This account shall be charged temporarily with the acquisition cost of plant acquired by the carrier, under any of the circumstances provided for in § 34.1-2, pending distribution thereof to the appropriate accounts.

(b) Within 90 days from the date of any entry herein recording an acquisition, the carrier shall submit to this Commission a statement indicating the approximate date that clearance is contemplated.

§ 34.92 *Plant sold; undistributed credits.* This account shall be credited temporarily with the selling price of plant, pending distribution thereof to the appropriate accounts. (See particularly paragraph (c) of § 34.1-6.)

INCOME AND EARNED-SURPLUS ACCOUNTS

INSTRUCTIONS

§ 34.30-1 *Purpose of income accounts.* The income accounts are designed to show for each month and each calendar year the amounts of (1) ordinary income, comprising operating revenues, operating revenue deductions, other communication income, noncommunication income, and deductions from ordinary income, (2) extraordinary income charges and credits, and (3) deductions from net income, comprising taxes on net income and other deductions.

§ 34.30-2 *Income from debt-redemption and other funds.* (a) Interest, dividends, and other income derived from funds classified in accounts 1630 to 1659, inclusive, shall be credited to account 5135, "Income from debt-redemption and other funds."

(b) When the income is required by contractual or other provisions to be held in the fund from which the income arises, an amount equal to the income shall be included in the fund to which it is applicable.

(c) When income derived from these funds is required to be retained in the fund and the fund is represented by a reserve, amounts equal to such income shall be charged to account 8310, "Contractual appropriations of earned surplus," or account 8320, "Miscellaneous appropriations of earned surplus," as appropriate, and credited to the appropriate reserve account. (See also accounts 2610, "Contractual reserves," and 2620, "Miscellaneous reserves.")

§ 34.30-3 *Rents includible in income accounts.* (a) Rents which the carrier receives from others for operated plant, the cost of which is includible in account

1100, "Operated plant leased to others," shall be credited to account 5010, "Income from operated plant leased to others."

NOTE: Rents from operated plant the cost of which is includible in account 1000, "Operated plant in carrier's service," or account 1200, "Improvements and replacements of operated plant leased from others," shall be credited to account 3818, "Revenue from furnishing and servicing stations," or account 3848, "Other leased plant revenue," as appropriate.

(b) All taxes, maintenance, depreciation, amortization, uncollectible rents, or other expenses applicable to plant the income from which is includible in account 5010, "Income from operated plant leased to others," shall be charged to that account by the lessor. When it is necessary to apportion any such amounts between plant owned and used and plant leased to others, the carrier shall be prepared to describe the basis of such apportionment.

(c) Rents paid by the carrier for the exclusive use of substantially complete operating systems or operating units leased from others shall be charged to account 4940, "Rent for lease of operated plant." When taxes, depreciation, amortization, or other expenses applicable to the leased plant are initially accounted for by the lessor, such amounts shall be charged to the appropriate tax, depreciation, amortization, or other accounts by the lessee and credited to account 4940. The lessor shall inform the lessee of the appropriate distribution of such charges.

(d) Taxes, maintenance, depreciation, amortization, and other expenses applicable to leased plant, initially accounted for by the lessee, shall be charged by the lessee to the appropriate tax, maintenance, depreciation, amortization, or other accounts. (See also § 34.1-5.)

§ 34.30-4 *Disposition of balances in income accounts.* The net balance of the income accounts (after deductions provided for in accounts 7010 to 7099, inclusive) shall be transferred to account 8110, "Balance transferred from income accounts," at the end of each calendar year.

§ 34.30-5 *Purpose of earned surplus accounts.* The earned surplus accounts are designed to show the changes relating to earned surplus, during each calendar year, resulting from (1) the net amount of profit or loss during the period as reflected in the income accounts, (2) accounting adjustments (usually confined to changes in the stated capital of the corporation or to transactions in its own capital stock) not attributable to income under the provisions of this system of accounts, (3) appropriations of earned surplus for specific purposes, and (4) appropriations for dividends.

§ 34.30-6 *Disposition of balances in earned surplus accounts.* The net balance of the earned surplus accounts shall be transferred to account 2699, "Unappropriated earned surplus," at the end of each calendar year.

§ 34.30-99 *Contemplated form of income and earned surplus statement.* (See particularly § 34.03-9.)

INCOME AND EARNED-SURPLUS STATEMENT

INCOME

Ordinary Income; Communication

Account No.	Particulars	
3000	Operating revenues.....	\$----
	<i>Operating Revenue Deductions</i>	
4000	Operating expenses.....	\$----
4910	Depreciation.....	----
4915	Amortization—Intangible operated plant.....	----
4920	Amortization of plant acquisition adjustments.....	----
4925	Extraordinary plant losses.....	----
4931	Social security taxes—Operating.....	----
4932	Other taxes—Operating.....	----
4935	Uncollectible revenues.....	----
4940	Rent for lease of operated plant.....	----
4945	Telephone, wire-telegraph, and ocean-cable operating revenue deductions.....	----
4950	Revenue-contract payments.....	----
4999	Other operating revenue deductions.....	----

Other Communication Income

5010	Income from operated plant leased to others.....	----
5015	Income from telephone, wire-telegraph, and ocean-cable plant leased to others.....	----
5020	Profit from general services, licenses, and royalties.....	----
5089	Income from foreign operations.....	----
5099	Other communication income.....	----

Operating income.....\$----

Ordinary Income—Noncommunication

5110	Income from miscellaneous physical property.....	\$----
5115	Income from merchandising, jobbing, and contracting.....	----
5120	Dividend income.....	----
5125	Interest income.....	----
5135	Income from debt-redemption and other funds.....	\$----
5140	Gain or loss on foreign currency exchange (if loss, in red).....	----
5199	Other noncommunication income.....	----

Gross ordinary income.....\$----

Deductions From Ordinary Income

5210	Interest on long-term debt.....	\$----
5215	Interest on indebtedness to affiliates.....	----
5220	Amortization of debt discount.....	----
5225	Interest charged to construction—Cr.....	(red)----
5230	Amortization of debt premium—Cr.....	(red)----
5235	Other interest charges.....	----
5240	Taxes assumed on interest.....	----
5245	Amortization of debt expense.....	----
5250	Miscellaneous taxes.....	----
5255	Amortization of plant acquisition adjustments.....	----
5260	Revenue-contract payments.....	----
5299	Other deductions from ordinary income.....	----

Net ordinary income.....\$----

Deductions From Ordinary Income

6110	Delayed income credits.....	\$----
6199	Other extraordinary income credits.....	----

Extraordinary Income—Charges

6210	Delayed income charges.....	\$----
6299	Other extraordinary income charges.....	----

Net income.....\$----

Deductions From Net Income

7010	Taxes on net income.....	\$----
7099	Other deductions from net income.....	----

Net income transferred to account 8110, "Balance transferred from income accounts".....\$----

INCOME AND EARNED-SURPLUS STATEMENT—Continued

Account No.		Particulars	
2699		Unappropriated earned surplus (at beginning of year)-----	\$----
		<i>Earned Surplus—Credits</i>	
Add:			
8110	Balance transferred from income accounts-----		\$----
8199	Miscellaneous credits to earned surplus-----		----
Total -----			\$----
		<i>Earned Surplus—Charges</i>	
Deduct:			
8299	Miscellaneous charges to earned surplus-----		----
Earned surplus available for reservation or appropriation-----			\$----
Deduct:			
8310	Contractual appropriations of earned surplus-----		\$----
8315	Earned surplus employed in reacquisition of capital stock-----		----
8320	Miscellaneous appropriations of earned surplus-----		----
Earned surplus available for dividends-----			\$----
Deduct:			
8399	Dividend appropriations of earned surplus-----		----
2699		Unappropriated earned surplus (at end of year)-----	\$----

INCOME ACCOUNTS

NOTE: Number to the right of the decimal point is the account number.

Ordinary Income; Communication

NOTE: See particularly § 34.03-8.

§ 34.3000 *Operating revenues.* This account shall include the total operating revenues shown in the operating revenue accounts, derived by the carrier during the accounting period from the furnishing of communication service and services incidental thereto.

Operating-Revenue Deductions

§ 34.4000 *Operating expenses.* This account shall include the total operating expenses shown in the operating expense accounts, incurred by the carrier during the accounting period for maintenance of its radiotelegraph plant, and for conducting operations, administrative, and general expenses incurred in furnishing radiotelegraph service and services incidental thereto.

§ 34.4910 *Depreciation.* (a) This account shall include the amount of depreciation charges applicable to the accounting period for all classes of operated plant owned by the carrier except such depreciation as is chargeable to clearing accounts, to account 1300, "Plant under construction," and to account 5010, "Income from operated plant leased to others." It shall include also the amount of depreciation charges applicable to the accounting period for all classes of operated plant used but not owned by the carrier, as provided in § 34.30-3. (See also §§ 34.04-1 to 34.04-3, inclusive, and § 34.1-5.)

(b) This account shall be subdivided as follows:

- 4910:01 Depreciation; operated plant owned and used.
- 4910:02 Depreciation; operated plant leased from others.

(c) The records supporting the entries in this account shall be so maintained as to show the amounts applicable to (1) transmission service for each station and (2) nontransmission service,

§ 34.4915 *Amortization; intangible operated plant.* (a) This account shall include the amount of amortization charges applicable to the accounting period for intangibles (having a terminable life) the cost of which is includible in operated plant accounts 82, "Franchises," 83, "Patent rights," 84, "Leaseholds," and 89, "Other intangibles," except such amortization as is chargeable to account 5010, "Income from operated plant leased to others." It shall include also the amount of amortization charges applicable to the accounting period for such intangibles used but not owned by the carrier, as provided in § 34.30-3.

(b) The charges to this account shall be such that the cost of each intangible will be amortized, as evenly as may be, over the period of its benefit to the carrier.

(c) This account shall be subdivided as follows:

- 4915:01 Amortization; intangibles owned and used.
- 4915:02 Amortization; intangibles leased from others.

§ 34.4920 *Amortization of plant-acquisition adjustments.* (a) This account shall be charged or credited, as the case may be, with such amounts as this Commission may authorize or direct to be included in operating revenue deductions under a plan to amortize the amounts in account 1510, "Plant acquisition adjustments."

(b) Amounts recorded in this account shall be credited or charged, as the case may be, to account 1520, "Allowance for amortization; radiotelegraph plant."

§ 34.4925 *Extraordinary plant losses.*

(a) This account shall be charged and account 1910, "Extraordinary maintenance, depreciation, and retirements," or account 1515, "Allowance for depreciation; radiotelegraph plant," as appropriate, shall be credited with the unprovided-for loss in service value of plant retired for causes not factors in depreciation. (See also § 34.04-4.)

(b) The records supporting the entries in this account shall be so maintained as

to show the amounts applicable to (1) transmission service for each station and (2) nontransmission service.

§ 34.4931 *Social security taxes, operating.* (a) This account shall include the amounts for which the carrier is liable on its own behalf for taxes imposed under the Social Security Act and similar State statutes that are properly chargeable to radiotelegraph operations.

(b) This account shall be charged and account 2175, "Tax accruals," shall be credited each month with the amount of taxes that are applicable to the month. When it is not possible to determine the exact amount of taxes for the month, the amount shall be estimated and adjustments shall be made as the actual tax levies become known.

Note: The amounts of such taxes not applicable to radiotelegraph operations shall be equitably apportioned among the operated plant accounts and account 5250, "Miscellaneous taxes."

§ 34.4932 *Other taxes; operating.* (a) This account shall include, other than taxes on net income and taxes imposed under the Social Security Act and similar State statutes, the amounts of all national, State, county, municipal, and other taxes that are properly chargeable to radiotelegraph operations. (See also account 4931, "Social security taxes; operating," and account 7010, "Taxes on net income.")

(b) This account shall be charged and account 2175, "Tax accruals," shall be credited each month with the amount of taxes that are applicable to the month. When it is not possible to determine the exact amount of taxes for the month, the amount shall be estimated and adjustments shall be made as the actual tax levies become known.

(c) When it is necessary to apportion taxes to radiotelegraph operations, full details as to the methods of and facts considered in the apportionment shall be recorded.

(d) Taxes on plant leased from others, the rent for which is includible in account 4940, "Rent for lease of operated plant," shall be charged to this account by the lessee. Taxes on plant leased to others, the rent from which is includible in account 5010, "Income from operated plant leased to others," when assumed by the lessor, shall be charged to that account by the lessor. (See particularly § 34.30-3.)

(e) The records supporting the entries in this account shall be so maintained as to show the amount of each kind of tax and the basis upon which each charge is made; also the amount of taxes directly assignable to each station and the aggregate amount of taxes not directly assignable.

NOTE A: Taxes assumed by the carrier on interest shall be charged to account 5240, "Taxes assumed on interest."

NOTE B: Taxes on nonoperating property the income from which is includible in account 5110, "Income from miscellaneous physical property," shall be charged to account 5250, "Miscellaneous taxes." Taxes on property the income from which is includible in account 5115, "Income from merchandising, jobbing, and contracting," shall also be charged to account 5250.

NOTE C: Special assessments for the construction of street and other improvements shall be included in the appropriate plant accounts. Special assessments for maintenance thereof and special benefit taxes, such as water taxes, shall be included in the appropriate operating expense accounts.

NOTE D: Discounts allowed for payment of taxes before due shall be treated as reductions of taxes assessed.

NOTE E: The accounting for taxes on plant under construction shall be as provided in paragraph (c) (7) of § 34.1-3.

§ 34.4935 *Uncollectible revenues.* (a) This account shall be charged with amounts due from customers and agents for radiotelegraph services rendered which are considered to be uncollectible.

(b) This account may include, in lieu of the amounts of direct charges prescribed in paragraph (a) of this account, monthly charges based upon estimates to make provision for uncollectible revenues due from customers and agents. Such amounts shall be credited to account 1765, "Allowance for uncollectible receivables." There shall be recorded full details as to the methods used and the facts considered in estimating the amounts so credited.

(c) This account shall include, in a separate subdivision thereof, credits arising from charges to accounts 2115, "Customers' deposits," and 2155, "Advance billings," that may lawfully be written off as unrefundable because of failure to locate the rightful owner or for some similar reason.

NOTE: Uncollectible receivables, other than from customers and agents, shall be charged to account 5299, "Other deductions from ordinary income," account 6299, "Other extraordinary income charges," or other appropriate account.

§ 34.4940 *Rent for lease of operated plant.* (a) This account shall be charged with the amounts of rents payable for the exclusive possession of operated plant comprising substantially complete operating systems or operating units.

(b) This account shall be credited with the amounts of taxes, depreciation, amortization, and other expenses initially accounted for by the lessor on operated plant the rent for which is chargeable to this account. (See particularly § 34.30-3.)

(c) The records supporting the entries in this account shall be so maintained as to show separately the following items for each station:

Rents.

Items initially accounted for by the lessor:

Taxes.
Depreciation.
Amortization.
Other expenses.

NOTE A: Rent for lease of ducts, conduit, land, pole lines, circuits, conductors, transmitting and receiving equipment, and similar facilities comprising a part only of a system or unit shall be charged to account 4245, "Rent for other facilities."

NOTE B: Rent for lease of an office or a building shall be charged to account 4243, "Rent for operating offices," account 4450, "Rent for offices," or account 4455, "Other rents," as appropriate.

§ 34.4945 *Telephone, wire-telegraph, and ocean-cable operating revenue de-*

ductions. This account shall include the amounts of operating expenses, depreciation, amortization, taxes, uncollectible revenues, and rents incidental to the carrier's telephone, wire-telegraph and ocean-cable operations. (See also § 34.03-8.)

§ 34.4950 *Revenue-contract payments.* This account shall include amounts (authorized or directed by this Commission to be included in operating revenue deductions) that represent payments to common carriers or other persons under the terms of contracts or agreements which provide that such common carriers or other persons shall receive amounts measured by the revenue or traffic of the accounting carrier, although such persons do not participate in the revenue service or transmission of such traffic. (See also § 34.31-3.)

§ 34.4999 *Other operating-revenue deductions.* This account shall include amounts representing operating revenue deductions that are not includible elsewhere.

Other Communication Income

§ 34.5010 *Income from operated plant leased to others.* (a) This account shall be credited with the amounts of rentals received from operated plant comprising substantially complete operating systems or operating units leased to others where the lessee has exclusive possession.

(b) This account shall be charged with the amounts of taxes, depreciation, amortization, and other expenses initially accounted for by the lessor on operated plant the rental from which is creditable to this account. (See particularly § 34.30-3.)

(c) The records supporting the entries in this account shall be so maintained as to show separately the following items for each station:

Rentals.

Items initially accounted for by the lessor:

Taxes.
Depreciation.
Amortization.
Other expenses.
Uncollectible rentals.

§ 34.5015 *Income from telephone, wire-telegraph, and ocean-cable plant leased to others.* This account shall be credited with the amounts of rentals received from telephone, wire-telegraph, and ocean-cable plant comprising complete operating systems or operating units leased to others where the lessee has exclusive possession.

§ 34.5020 *Profit from general services, licenses, and royalties.* (a) This account shall include the amounts of profits realized from services rendered others under a license agreement, a general service contract, or other arrangements providing for the furnishing of general accounting, engineering, financial, legal, patent, and other general services. (See also § 34.41-4 and account 4420, "General services, licenses, and royalties—Cr.")

(b) Minor amounts of profits from such arrangements may be included in account 4420, "General services, licenses, and royalties—Cr."

§ 34.5089 *Income from foreign operations.* (a) This account may include the net amount of income of the carrier when the detailed amounts are required to be stated in terms of foreign currency or in a manner at variance with the requirements of this system of accounts.

(b) A separate subaccount with appropriate title shall be maintained for the amount of such income from each foreign country.

(c) The records supporting the entries in this account shall be so maintained that, in the reports to this Commission, a complete analysis of the transactions affecting each station may be shown.

(d) Each carrier that elects to use this account shall advise this Commission of the fact at least 60 days before the effective date of this system of accounts. Changes from this elective procedure to the alternative procedure prescribed for domestic income, or vice versa, shall not be made thereafter without submitting to this Commission for its consideration and approval notice of the change at least 90 days before the proposed effective date of such change.

§ 34.5099 *Other communication income.* This account shall include the amount of communication income not provided for elsewhere.

Ordinary Income; Noncommunication

§ 34.5110 *Income from miscellaneous physical property.* (a) This account shall include the amounts received and the expenses incurred in connection with the operation of property the investment in which is includible in account 1610, "Miscellaneous physical property," and the property of others leased by the carrier for other than communication operations.

(b) The expenses shall include every element of cost (except taxes) incurred in such operations, including depreciation, amortization, insurance, assessments against such property for maintenance of public improvements, an equitable portion of administration expenses, uncollectible rentals, and any other costs incident to the operation of miscellaneous physical property.

NOTE: Taxes applicable to miscellaneous physical property and its operation shall be charged to account 5250, "Miscellaneous taxes."

§ 34.5115 *Income from merchandising, jobbing, and contracting.* (a) This account shall include the amounts received and the expenses (except taxes) incurred in connection with the sale of merchandise, including any amounts accruing to the carrier on jobbing and contracting work performed by employees.

(b) This account shall be subdivided as follows:

5115:01 Income from merchandising, jobbing, and contracting.
5115:02 Costs and expenses of merchandising, jobbing, and contracting.

(c) This account shall be further subdivided to show amounts of income from and the costs and expenses of merchandising, jobbing, and contracting with respect to:

- (1) Fixed and land station equipment.
- (2) Ship station equipment.
- (3) Other mobile station equipment.
- (4) Other radio equipment.
- (5) Other merchandising, jobbing, and contracting.

NOTE A: Periodic charges for the use of plant includible in account 1000, "Operated plant in carrier's service" (see particularly the note following account 1100, "Operated plant leased to others"), and for installing, maintaining, inspecting, and servicing such plant, shall be included in account 3818, "Revenue from furnishing and servicing stations."

NOTE B: Taxes applicable to merchandising, jobbing, and contracting shall be charged to account 5250, "Miscellaneous taxes."

§ 34.5120 *Dividend income.* This account shall include the amounts of income received from dividends declared on stocks of other persons other than dividends received on securities includible in accounts 1650 to 1659, inclusive.

NOTE A: Dividends on nominally issued and nominally outstanding capital stock shall not be included in these accounts.

NOTE B: No amounts shall be entered in these accounts representing value assigned to stock dividends received by the carrier on stocks of other persons. The proceeds realized from subsequent sale or disposal of the stock received as a dividend, or of the stock with respect to which the dividend was paid, shall be appropriately accounted for, proper credit being given to the investment account for the portion of the book cost assignable to the shares sold or disposed of. Any profit or loss resulting from the transaction shall be credited to account 6199, "Other extraordinary income credits," or charged to account 6299, "Other extraordinary income charges," as appropriate.

§ 34.5125 *Interest income.* (a) This account shall include the amounts of interest income on investments in securities of other persons other than interest on securities includible in accounts 1630 to 1659, inclusive. It shall include interest income on investment advances and on other loans, notes, special deposits, and other interest-bearing assets. (See also § 34.10-7.)

(b) This account shall be subdivided as follows:

- 5125:01 Interest income on securities.
- 5125:02 Interest income on investment advances.
- 5125:99 Other interest income.

NOTE A: Interest on nominally issued and nominally outstanding long-term debt shall not be included in these accounts.

NOTE B: Interest that has accrued shall not be credited to this account unless its payment is reasonably assured.

§ 34.5135 *Income from debt-redemption and other funds.* (a) This account shall include the amounts of income (whether interest or dividends) accrued on cash, securities issued by other persons, or other assets held in accounts 1630 to 1659, inclusive. (See particularly §§ 34.10-7 and 34.30-2.)

(b) Expenses, losses, and fees payable by the carrier from such funds or income therefrom, and incurred in connection with the operation of the fund, shall be charged to this account.

(c) The records supporting the entries in this account shall be so maintained as to show separately the income from each fund.

§ 34.5140 *Gain or loss on foreign currency exchange.* This account shall be credited or charged, as appropriate, and

to the extent outlined in § 34.03-16, with the amounts of gains or losses resulting from transactions involving foreign currency.

§ 34.5199 *Other noncommunication income.* This account shall include the amount of noncommunication income not provided for elsewhere.

Deductions From Ordinary Income

§ 34.5210 *Interest on long-term debt.* (a) This account shall include the amounts of interest accrued on outstanding long-term debt issued or assumed by the carrier, the liability for which is included in account 2010, "Bonds actually issued," account 2025, "Receivers' and trustees' securities," and account 2099, "Other long-term debt."

(b) The records supporting the entries in this account shall be so maintained as to show the interest accruals on each issue or series of long-term debt.

NOTE: Interest on nominally issued and nominally outstanding long-term debt shall not be included in these accounts.

§ 34.5215 *Interest on indebtedness to affiliates.* (a) This account shall include the amounts of interest accrued on indebtedness to affiliates included in accounts such as account 2030, "Advances from affiliates," and account 2129, "Other payables to affiliates."

(b) The records supporting the entries in this account shall be so maintained as to show to whom the interest is payable, the nature and amount of the principal obligation, and the rate of interest, under the following subdivisions:

- 5215:01 Interest on advances.
- 5215:02 Interest on open accounts.

§ 34.5220 *Amortization of debt discount.* (a) This account shall include for each accounting period the portion of unamortized debt discount on outstanding long-term debt that is applicable to the period. Such amounts shall be determined in accordance with § 34.10-14.

(b) Amounts charged to this account shall be credited to account 1930, "Unamortized discount on debt."

§ 34.5225 *Interest charged to construction—Cr.* This account shall be credited with amounts charged to account 1300, "Plant under construction," as provided in paragraph (c) (8) of § 34.1-3.

§ 34.5230 *Amortization of debt premium—Cr.* (a) This account shall include for each accounting period the portion of unamortized premium on outstanding long-term debt that is applicable to the period. Such amounts shall be determined in accordance with § 34.10-14.

(b) Amounts credited to this account shall be charged to account 2310, "Unamortized premium on debt."

§ 34.5235 *Other interest charges.* (a) This account shall include the amount of interest charges not provided for elsewhere. Among the items of indebtedness the interest on which is chargeable to this account are (1) past-due assessments for public improvements, (2) claims and judgments, (3) customers' deposits, (4) notes payable on demand or maturing less than 1 year from date of

issuance, except notes payable to affiliates, (5) open accounts, except with affiliates, and (6) past-due tax assessments.

(b) The records supporting the entries in this account shall be so maintained as to show to whom the interest is payable, the nature and amount of the principal obligation, and the rate of interest.

§ 34.5240 *Taxes assumed on interest.* This account shall include amounts paid to holders of bonds (or other evidences of indebtedness of the carrier), and amounts paid to governmental agencies in their behalf, with respect to income and other taxes levied against the income from such debt or levied as a tax on ownership of the debt, when such taxes are assumed by the carrier.

§ 34.5245 *Amortization of debt expense.* (a) This account shall include for each accounting period the portion of unamortized debt expense on outstanding long-term debt that is applicable to the period. Such amounts shall be determined in accordance with § 34.10-14.

(b) Amounts charged to this account shall be credited to account 1920, "Long-term debt expense."

NOTE: The carrier may accelerate the writing off of debt expense by charges to account 6299, "Other extraordinary income charges."

§ 34.5250 *Miscellaneous taxes.* (a) This account shall include the amounts of taxes not provided for elsewhere. Among the items that shall be charged hereto are taxes applicable to miscellaneous physical property and the operation thereof, and taxes applicable to merchandising, jobbing, and contracting.

(b) Amounts charged to this account prior to payment shall be credited to account 2175, "Tax accruals."

§ 34.5255 *Amortization of plant-acquisition adjustments.* (a) This account shall be charged or credited, as the case may be, with such amounts as this Commission may authorize or direct to be included in deductions from ordinary income under a plan to amortize amounts in account 1510, "Plant acquisition adjustments."

(b) Amounts recorded in this account shall be credited or charged, as the case may be, to account 1520, "Allowance for amortization; radiotelegraph plant."

§ 34.5260 *Revenue-contract payments.* This account shall include amounts (authorized or directed by this Commission to be included in deductions from ordinary income) that represent payments to common carriers or other persons under the terms of contracts or agreements which provide that such common carriers or other persons shall receive amounts measured by the revenue or traffic of the accounting carrier, although such persons do not participate in the revenue service or transmission of such traffic. (See also § 34.31-3.)

§ 34.5299 *Other deductions from ordinary income.* This account shall include deductions from ordinary income not provided for elsewhere. Among the items that shall be charged hereto are contributions for charitable, social, or community-welfare purposes and membership fees and dues in associations

other than those of the carrier itself in associations of communication carriers and of employees in professional organizations; also amounts of depreciation and amortization on radiotelegraph plant other than operated plant. (See also § 34.03-7.)

Extraordinary Income; Credits

§ 34.6110 *Delayed income credits.* This account shall include the amount of extraordinary and nonrecurring delayed items, as provided in § 34.03-13.

§ 34.6199 *Other extraordinary income credits.* This account shall include the amount of extraordinary income credits not provided for elsewhere.

ITEMS

(See § 34.03-12)

Forfeitures of amounts deposited with the carrier under options for the sale or lease of property.
Profits derived from the sale of property the cost of which is includible in account 1610, "Miscellaneous physical property."
Profits derived from the sale of reacquired securities other than capital stock.
Profits derived from the sale of securities of other persons.
Profits from the sale of plant. (See also § 34.1-6.)
Unclaimed customers' deposits.
Unclaimed wages and dividends written off.

Extraordinary Income; Charges

§ 34.6210 *Delayed income charges.* This account shall include the amount of extraordinary and nonrecurring delayed items, as provided in § 34.03-13.

§ 34.6299 *Other extraordinary income charges.* This account shall include the amount of extraordinary income charges that are not includible in account 6210, "Delayed income charges."

ITEMS

(See § 34.03-12)

Amounts charged to corporate income to provide for the extinguishment of amounts includible in account 81, "Organization."
Amounts charged to income in recognition of decline in value of current assets and securities owned. (See also § 34.10-2 and 34.10-7.)
Capital stock expense written off. (See also paragraph (c) of § 34.10-13.)
Forfeitures of amounts deposited by the carrier under options for the purchase or lease of property.
Inventory, appraisal, and other costs incident to the acquisition, sale, or lease of property when the projects are abandoned.
Long-term debt expense written off. (See also paragraph (e) of § 34.10-14.)
Losses of funds due to bank failures.
Losses on the sale of plant. (See also § 34.1-6.)
Losses resulting from the sale, destruction, or retirement of property the cost of which is includible in account 1610, "Miscellaneous physical property."
Losses resulting from the sale of reacquired securities other than capital stock.
Losses resulting from the sale of securities of other persons.
Penalties and fines paid on account of violations of statutes pertaining to regulation.

Deductions From Net Income

§ 34.7010 *Taxes on net income.* (a) This account shall include the amount of national, State, and local government taxes on taxable net income including additional assessments of such taxes,

(b) The records supporting the entries in this account shall be so maintained as to show the amounts included herein with respect to each taxing authority.

§ 34.7099 *Other deductions from net income.* This account shall include the amount of deductions from net income not provided for elsewhere.

EARNED SURPLUS ACCOUNTS

EARNED SURPLUS; CREDITS

§ 34.8110 *Balance transferred from income accounts.* This account shall include the net balance transferred from the income accounts for the current year. (See particularly § 34.30-4.)

§ 34.8199 *Miscellaneous credits to earned surplus.* (a) This account shall include the amount of credits affecting earned surplus not provided for elsewhere. Among the items that shall be credited hereto are increments from the reacquisition and resale of the carrier's capital stock. (See also § 34.10-13.)

(b) The records supporting the entries in this account shall be so maintained that an analysis thereof may be shown in the reports to this Commission.

Earned Surplus; Charges

§ 34.8299 *Miscellaneous charges to earned surplus.* (a) This account shall include the amount of charges affecting earned surplus not provided for elsewhere. Among the items that shall be charged hereto are discount on capital stock written off and losses from the reacquisition and resale of the carrier's capital stock. (See also § 34.10-13 and account 2415, "Capital stock reacquired.")

(b) The records supporting the entries in this account shall be so maintained that an analysis thereof may be shown in the reports to this Commission.

§ 34.8310 *Contractual appropriations of earned surplus.* (a) This account shall include the amount of earned surplus reserved in accordance with the terms of mortgages, deeds of trust, orders of courts, contracts, or other agreements.

(b) Amounts charged to this account shall be credited to account 2610, "Contractual reserves."

§ 34.8315 *Earned surplus employed in reacquisition of capital stock.* (a) This account shall be charged and account 2615, "Reserve against impairment of stated capital," shall be credited with the book amount of capital stock reacquired by the carrier and not retired.

(b) Upon resale or retirement of capital stock, this account shall be credited and account 2615, "Reserve against impairment of stated capital," shall be charged with the amounts included herein applicable to such stock.

§ 34.8320 *Miscellaneous appropriations of earned surplus.* (a) This account shall include the amount of reservations of earned surplus not provided for elsewhere.

(b) Amounts charged to this account shall be credited to account 2620, "Miscellaneous reserves."

§ 34.8399 *Dividend appropriations of earned surplus.* (a) This account shall include the amount of earned surplus appropriated for dividends on the actually outstanding capital stock of the carrier.

(b) The records supporting the entries in this account shall be so maintained as to show the amount of dividends declared on each class of capital stock. If dividends are not payable in cash, the medium of payment shall be described with sufficient particularity to identify it.

OPERATING-REVENUE ACCOUNTS

INSTRUCTIONS

§ 34.31-1 *Purpose of operating revenue accounts.* The operating revenue accounts are designed to show the carrier's portion of amounts received or receivable for the furnishing of radiotelegraph service. (See also §§ 34.03-8 and 34.03-17.)

§ 34.31-2 *Basis of credits to operating revenue accounts.* (a) Credits to the operating revenue accounts shall be based upon the actual amounts chargeable for services rendered by the carrier.

NOTE A: Corrections of overcharges, overcollections, and collections on behalf of others previously credited to the operating revenue accounts shall be charged to the account or accounts previously credited.

NOTE B: Authorized refunds and adjustments on account of failures in service shall be charged to account 4230, "Traffic damages."

(b) The appropriate operating revenue accounts shall be credited with:

(1) Amounts charged for installations, for restoration and termination of service, for inside and outside moves, for instrument changes, and for similar service requirements.

(2) Amounts of initial nonrecurring charges for special or auxiliary plant or equipment furnished in rendering service to a customer, except that charges for the cost of such plant or equipment the ownership of which rests with or will revert to the customer shall be credited to the accounts charged with the cost of such plant or equipment.

(3) Amounts of initial nonrecurring charges for installation of special or auxiliary plant or equipment furnished by a customer.

(4) Amounts of service charges for supplemental or auxiliary equipment furnished in rendering service to a customer.

(5) Amounts collected from users as costs of delivery beyond the free delivery zones adjacent to terminals of the carrier. (See also note C under § 34.31-3.)

(c) A separate subaccount shall be maintained for revenue derived from each circuit used in foreign transmission. (For the purpose of compliance with this instruction, all stations in a single foreign country may be viewed as a single terminus of any particular circuits affording transmission with that country.)

§ 34.31-3 *Divisions of operating revenues.* (a) An account shall be maintained with each communication carrier with which traffic settlements are made (separately from the accounts main-

RULES AND REGULATIONS

tained for other transactions with such carriers) and there shall be included in each such account both the amounts of revenues receivable from such carriers for the accounting carrier's participation and the amounts payable to such carriers for participation by others in such transmission. In stating the balance sheet the total of the debit balances remaining in such accounts shall be reported in accounts 1742, "Traffic settlements receivable from affiliates," and 1752, "Traffic settlements receivable," as appropriate, and the total of the credit balances remaining in such accounts shall be reported in accounts 2122, "Traffic settlements payable to affiliates," and 2132, "Traffic settlements payable," as appropriate.

(b) Amounts representing the carrier's portion of revenues receivable from other carriers for participation in the transmission of communication shall be credited to the appropriate revenue accounts and charged to the account maintained in accordance with paragraph (a) of this section.

(c) Amounts payable for participation by others in the transmission of com-

munication shall be excluded from (or if previously credited thereto—charged to) the revenue accounts and credited to the account maintained in accordance with paragraph (a) of this section.

NOTE A: Commissions paid to transportation companies, hotels, service stations, or any person other than employees of the carrier for services rendered in originating and terminating messages or for other commercial communication services shall be charged to account 4270, "Commissions—Dr." Commissions paid to employees in lieu of or in addition to salaries or other compensation for similar services rendered shall be charged to the operating expense account appropriate for the salaries of such employees.

NOTE B: Commissions received by the carrier for services rendered in originating or terminating messages or for other commercial communication services shall be credited to account 4275, "Commissions—Cr."

NOTE C: Amounts (other than those representing commissions or participation in transmission) payable to common carriers or other persons under the terms of contracts or agreements which provide that such common carriers or other persons shall receive amounts measured by revenues or traffic of the accounting carrier shall be charged to account 4950, "Revenue-contract payments,"

or account 5260, "Revenue-contract payments," as appropriate. Amounts payable for services performed for the carrier, such as tolls or rental charges, including those collected from users as costs of delivery beyond the free delivery zones adjacent to the terminals of the carrier shall be charged to the appropriate operating expense accounts.

§ 34.31-4 *Services furnished without direct charge.* (a) Amounts representing radiotelegraph services furnished to a national government, a State, or political subdivision thereof without direct compensation, in accordance with franchise requirements, shall be charged to account 4460, "Franchise requirements—Dr." and credited to account 4465, "Franchise requirements—Cr."

(b) Records shall be maintained to show amounts representing any other radiotelegraph services carried on especially for the needs of a specific service of general interest and not open to public correspondence and for which no direct compensation is received.

§ 34.31-99 *Contemplated form of operating revenue statement.* (See § 34.03-09.)

OPERATING REVENUES

Account No.	Particulars	Domestic		Foreign		Marine	Other revenues	Total
		Continental	Insular	Foreign-service classification	Domestic-service classification			
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	<i>Continental fixed radiotelegraph revenues</i>							
3113	Fixed message revenue—Continental.....	\$.....						\$.....
	<i>Insular fixed radiotelegraph revenues</i>							
3213	Fixed message revenue—Continental transmission.....							
3214	Fixed message revenue—Insular transmission.....		\$.....					
	Total.....							
	<i>Foreign fixed radiotelegraph revenues—Foreign-service classification</i>							
3313	Fixed message revenue—Continental transmission.....							
3315	Fixed message revenue—Foreign transmission.....			\$.....				
	Total.....							
	<i>Foreign fixed radiotelegraph revenues—Domestic-service classification</i>							
3413	Fixed message revenue—Continental transmission.....							
3416	Fixed message revenue—Foreign transmission.....				\$.....			
	Total.....							
	<i>Marine radiotelegraph revenues</i>							
3513	Marine message revenue—Continental transmission.....							
3517:1	Marine message revenue—Land-station transmission.....					\$.....		
3517:2	Marine message revenue—Ship-station transmission.....							
	Total.....							
	<i>Other radiotelegraph transmission revenues</i>							
3618	Mobile (other than marine) message revenues.....						\$.....	
3628	Facsimile or photogram service revenues.....							
3638	Broadcast-program service revenues.....							
3648	Telephone service revenues.....							
3698	Miscellaneous transmission revenues.....							
	Total.....							
	Total transmission revenues.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....
	<i>Nontransmission revenues</i>							
3818	Revenue from furnishing and servicing stations.....						\$.....	
3828	Frequency-measuring revenue.....							
3838	Code-registration revenue.....							
3848	Other leased plant revenue.....							
3858	Errand-service revenue.....							
3898	Other nontransmission revenue.....							
	Total nontransmission revenues.....							\$.....
	<i>Other telecommunication revenues</i>							
3918	Telephone revenue—Telephone systems.....							
3928	Wire-telegraph and ocean-cable revenue—Wire systems.....							
	Total other telecommunication revenues.....							
	Total operating revenues.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....

¹ Amount transferred to account 3000, "Operating revenues."

PRESCRIBED ACCOUNTS

NOTE: Number to the right of the decimal point is the account number.

Continental-Fixed Radiotelegraph Revenues

§ 34.3113 *Fixed message revenue, continental.* (a) This account shall include the carrier's portion of revenue from the transmission of continental fixed communication.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a calendar-month basis from statistical records of revenues derived from the several classifications of services as follows:

(1) *General message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to the general public, of the following and similar classes of messages:

Full rate messages,
Day letters,
Night letters,

including multiple-address or book messages, and similar services related to the above classes.

(2) *Serial service message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to the general public, of messages transmitted at rates established to apply when more than one message or section of a message is sent to the original addressee at the same address within a specified period of relatively short duration.

(3) *Timed service message revenue.* This classification shall include the carrier's portion of revenue from the transmission of messages when the basis of the published tariff rates is the time employed, required, or allowed for such transmission, whether such time is computed on basis of the number of words transmitted converted into equivalent minutes, or on basis of the actual time required for transmission.

(4) *Greetings and other flat-rate message revenue.* (i) This classification shall include the carrier's portion of revenue from the transmission, at flat or fixed published tariff rates (applicable regardless of distance), of classes of fixed-text messages and messages of sender's composition such as holiday-greeting messages, including multiple-address or book messages and similar services related to these classes.

(ii) Allocations to this classification shall reflect due consideration of the effect of the abnormal traffic existing upon special occasions such as holidays.

(5) *Press message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available only to newspapers, press associations, and persons similarly engaged, that are less than the rates for comparable service to the general public, of classes of messages restricted as to text.

(6) *United States government message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to the United States

government, or any department or agency thereof, of classes of official messages such as the following:

Government full rate messages.
Government day letters.
Government night letters.
Government weather bureau messages.

(7) *Other governments message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to governments other than the United States, that are less than the rates for comparable service to the general public, of classes of messages similar to those listed under classification (6), immediately preceding, relating to United States government message revenue.

(99) *Other radiotelegraph revenue.* This classification shall include the carrier's portion of revenue from the transmission includible in this account and not provided for elsewhere.

Insular Fixed Radiotelegraph Revenues

§ 34.3213 *Fixed message revenue; continental transmission.* (a) This account shall include the carrier's portion of revenue from the continental transmission of insular fixed communication.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services as follows:

(1) *General message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to the general public, of the following and similar classes of messages:

Urgent messages,
Urgent CDE messages,
Ordinary messages,
Ordinary CDE messages,
Letter (DLT and NLT) messages,
Deferred (LC) messages,
Radiomail,

including multiple-address or book messages and similar services related to the above classes.

(4) *Greetings and other flat-rate message revenue.* (i) This classification shall include the carrier's portion of revenue from the transmission, at flat or fixed published tariff rates (applicable regardless of distance), of classes of fixed-text messages and messages of sender's composition such as holiday-greeting messages, including multiple-address or book messages, and similar services related to these classes.

(ii) Allocations to this classification shall reflect due consideration of the effect of the abnormal traffic existing upon special occasions such as holidays.

(5) *Press message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available only to newspapers, press associations, and persons similarly engaged that are less than the rates for comparable service to the general public, of classes of messages restricted as to text.

(6) *United States government message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates

available to the United States government, or any department or agency thereof, of classes of official messages such as the following:

Government ordinary messages.
Government CDE messages.
Government full rate messages.
Government day letters.
Government night letters.
Government weather bureau messages.

(7) *Other governments message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to governments other than the United States, that are less than the rates for comparable service to the general public, of classes of messages similar to those listed under classification (6), immediately preceding, relating to United States government message revenue.

(8) *News service revenue.* This classification shall include the carrier's portion of revenue from the transmission of news disseminated by the carrier to its subscribers.

(99) *Other radiotelegraph revenue.* This classification shall include the carrier's portion of revenue from transmission includible in this account and not provided for elsewhere.

§ 34.3214 *Fixed message revenue; insular transmission.* (a) This account shall include the carrier's portion of revenue from the insular transmission of insular fixed communication.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services listed under paragraph (b) of account 3213.

Foreign Fixed Radiotelegraph Revenue; Foreign-Service Classification

§ 34.3313 *Fixed message revenue; continental transmission.* (a) This account shall include the carrier's portion of revenue from the continental transmission of foreign fixed communication involving effective service classifications differing in general from those applicable to revenue messages transmitted wholly within the continental United States.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services listed under paragraph (b) of account 3213.

§ 34.3315 *Fixed message revenue; foreign transmission.* (a) This account shall include the carrier's portion of revenue from the foreign transmission of foreign fixed communication involving effective service classifications differing in general from those applicable to revenue messages transmitted wholly within the continental United States.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services listed under paragraph (b) of account 3213.

NOTE: Paragraph (b) is not applicable to revenues from wholly foreign transmission.

**Foreign Fixed Radiotelegraph Revenues;
Domestic-Service Classification**

§ 34.3413 *Fixed message revenue; continental transmission.* (a) This account shall include the carrier's portion of revenue from the continental transmission of foreign fixed communication involving effective service classifications also applicable to revenue messages transmitted wholly within the continental United States.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services listed under paragraph (b) of account 3113.

§ 34.3416 *Fixed message revenue; foreign transmission.* (a) This account shall include the carrier's portion of revenue from the foreign transmission of foreign fixed communication involving effective service classifications also applicable to revenue messages transmitted wholly within the continental United States.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services listed under paragraph (b) of account 3113.

Marine Radiotelegraph Revenues

§ 34.3513 *Marine message revenue; continental transmission.* (a) This account shall include the carrier's portion of revenue from the continental transmission of marine communication.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services as follows:

(1) *General message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to the general public, of the following and similar classes of messages:

Urgent messages,
Urgent CDE messages,
Ordinary messages,
Ordinary CDE messages,
Night radiotelegrams (NRT),
Sea letter telegrams (SLT),
Short cruise radiotelegrams,
Harbor radiotelegrams,

including multiple-address or book messages and similar services related to the above classes.

(4) *Greetings and other flat-rate message revenue.* (i) This classification shall include the carrier's portion of revenue from the transmission, at flat or fixed published tariff rates (applicable regardless of distance), of classes of fixed-text messages and messages of sender's composition such as holiday-greeting messages, including multiple-address or book messages and similar services related to these classes.

(ii) Allocations to this classification shall reflect due consideration of the effect of the abnormal traffic existing upon special occasions such as holidays.

(5) *Press message revenue.* This classification shall include the carrier's por-

tion of revenue from the transmission, at published tariff rates available only to newspapers, press associations, and persons similarly engaged, that are less than the rates for comparable service to the general public, of classes of messages restricted as to text.

(6) *United States government message revenue.* This classification shall include the carrier's portion of revenue from the transmission, at published tariff rates available to the United States government, or any department or agency thereof, of classes of official messages such as the following:

Government ordinary messages.
Government ordinary CDE messages.
Government weather bureau messages.

(8) *News service revenue.* This classification shall include the carrier's portion of revenue from the transmission of news disseminated by the carrier to its subscribers.

(99) *Other radiotelegraph revenue.* This classification shall include the carrier's portion of revenue from transmission includible in this account and not provided for elsewhere.

§ 34.3517:1 *Marine message revenue; land station transmission.* (a) This account shall include the carrier's portion of revenue from the land station transmission of marine communication.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services listed under paragraph (b) of account 3513.

§ 34.3517:2 *Marine message revenue; ship station transmission.* (a) This account shall include the carrier's portion of revenue from the ship station transmission of marine communication.

(b) A memorandum record supporting the entries in this account shall be prepared by class A carriers on a monthly basis from statistical records of revenues derived from the several classifications of services listed under paragraph (b) of account 3513.

Other Radiotelegraph Transmission Revenues

§ 34.3618 *Mobile (other than marine) message revenues.* This account shall include the carrier's portion of revenue from the mobile transmission (other than marine) of all classes of messages.

NOTE: The revenue derived from transmission between ship stations and other mobile stations shall be included in account 3517:2, "Marine message revenue; ship station transmission."

§ 34.3628 *Facsimile or photogram service revenues.* This account shall include the carrier's portion of revenue from the transmission of any matter involving the use of facsimile or other reproducing equipment.

§ 34.3638 *Broadcast-program service revenues.* This account shall include the carrier's portion of revenue from the furnishing of services or facilities used in (1) broadcast-program transmission and (2) activities incidentally associated therewith.

§ 34.3648 *Telephone service revenues.* This account shall include the carrier's

portion of revenue from telephone operations when such operations involve the use of plant primarily devoted to radiotelegraph service. (See also § 34.03-8 and account 3918, "Telephone revenue; telephone systems.")

§ 34.3698 *Miscellaneous transmission revenues.* This account shall include the carrier's portion of revenue from transmission services not provided for elsewhere.

Nontransmission Revenues

§ 34.3818 *Revenue from furnishing and servicing stations.* (a) This account shall include the carrier's portion of periodic charges for equipment furnished radiotelegraph stations and revenue from installing, maintaining, inspecting, and servicing equipment, auditing and adjusting traffic accounts, and other similar services not connected with the transmission of messages or with merchandising, jobbing, or contract work rendered to radiotelegraph stations.

(b) This account shall be subdivided as follows:

3818:01 Fixed and land stations.
3818:02 Ship stations.
3818:03 Other mobile stations.

(c) The records supporting the entries in this account shall be so maintained as to show separately the amounts applicable to the following sources of revenue:

(1) Installation subsequent to initial installation.
(2) Servicing.
(3) Rentals.
(4) Clerical and administrative services.
(5) General service agreements not specifying the amounts applicable to the foregoing sources.

NOTE: Rental from plant comprising complete operating systems or operating units where the lessee has exclusive possession shall be included in account 5010, "Income from operated plant leased to others." (See also § 34.30-3.)

§ 34.3828 *Frequency-measuring revenue.* This account shall include the carrier's portion of revenue from measuring and checking frequencies, adjusting control equipment, and calibrating frequency-measuring equipment for broadcast, police, commercial, and other radio stations.

§ 34.3838 *Code-registration revenue.* This account shall include the carrier's portion of revenue from the registration of code names, titles, symbols, and addresses, and other similar code-registration services.

§ 34.3848 *Other leased plant revenue.* This account shall include the carrier's portion of revenue from the use by others of leased operated plant not provided for elsewhere. (See also § 34.30-3 and account 3818, "Revenue from furnishing and servicing stations.")

§ 34.3858 *Errand-service revenue.* This account shall include the carrier's portion of revenue from the utilization of messengers in services not connected with the transmission of messages.

§ 34.3898 *Other nontransmission revenue.* This account shall include the carrier's portion of revenue from nontransmission services not provided for elsewhere.

Other Telecommunication Revenues

§ 34.3918 *Telephone revenue; telephone systems.* This account shall include the carrier's revenue from the operation of telephone systems as provided in § 34.03-8. (See also account 3648, "Telephone service revenues.")

§ 34.3928 *Wire-telegraph and ocean-cable revenue; wire systems.* This account shall include the carrier's revenue from the operation of wire-telegraph and ocean-cable systems as provided in § 34.03-8.

OPERATING-EXPENSE ACCOUNTS**INSTRUCTIONS**

§ 34.41-1 *Purpose of operating expense accounts.* The operating expense accounts are designed to show the expenses of maintaining and operating radiotelegraph plant and the other expenses incurred in providing radiotelegraph service. (See also §§ 34.03-8 and 34.03-17.)

§ 34.41-2 *Operating expenses applicable to leased plant.* Operating expenses applicable to leased plant shall be charged by the lessee to the appropriate operating expense accounts, as provided in paragraphs (c) and (d) of § 34.30-3.

§ 34.41-3 *Direct allocation of operating expenses to stations and city offices.* The records supporting the entries in the operating expense accounts shall be so maintained as to show the amounts of expenses directly applicable to:

- Each fixed station,
- Each land station,
- Each city office,
- Ship stations (collectively),
- Other mobile stations (collectively).

§ 34.41-4 *Expenses of holding or servicing departments.* The records supporting such portions of the charges to each operating expense or other account as are incurred or recorded by departments performing holding company activities or furnishing services (other than radiotelegraph services performed at published tariff rates) to other carriers or affiliates under license agreements, general service contracts, or other arrangements providing for the furnishing of general accounting, engineering, financial, legal, patent, or other general services, shall be so maintained that the carrier can report separately the amount of charges included therein applicable to each such carrier or affiliate.

§ 34.41-5 *Maintenance expenses.* (a) The cost of maintenance chargeable to the various operating expense accounts and to clearing accounts includes labor, materials, overhead, and other expenses incurred in maintenance work, such as:

- (1) Inspecting, testing, and reporting on the condition of plant to determine the need for repairs, replacements, and rearrangements.
- (2) Replacing minor items of operated plant, except when such items are replaced through the replacement of retirement units. (See also § 34.1-6.)
- (3) Rearranging and changing the location of plant not retired.
- (4) Repairing materials for reuse. (See also account 1795, "Material and supplies.")

(5) Restoring the condition of plant damaged by storm, flood, fire, accident, or other casualty. (See also account 2215, "Provisions for self-carried insurance.")

(6) Restoring the condition of plant damaged by wear and tear, decay, or action of the elements.

(7) Training employees for maintenance work. (See also account 4475, "Training employees.")

(8) Inspecting and testing after repairs have been made.

(9) Portion of local plant supervision attributable to maintenance.

(10) Cost of transportation, shop and store expenses, and use of tools and implements.

(11) Cost of installations, equipment changes, and similar services, for which the carrier is reimbursed in whole or in part, or for which a charge is made by the carrier.

(12) Routine work to prevent service interruptions and to obtain the highest possible service efficiency from the operated plant performed by such employees as maintenance engineers, maintenance men, repair men, and their helpers, and by other employees whose duties include the full time or part time performance of analogous maintenance functions.

(b) The cost of maintenance does not include the cost of replacing items of plant designated as "retirement units." (See also § 34.1-6-1.)

(c) The records supporting the entries in these accounts shall be so maintained that in the reports to this Commission the maintenance expenses may be shown separately for (1) plant owned and operated by the carrier and (2) plant leased from others. When it is necessary to apportion the maintenance expenses between plant owned and used and plant leased, the carrier shall be prepared to describe the basis of such apportionment.

NOTE: Expenses incurred on account of property of others damaged in connection with maintenance work (except for the cost of incidentally repairing the property of others in the course of such work) shall be included in account 4430, "Injuries and damages."

§ 34.41-6 *Conducting-operations expenses.* The expenses of conducting radiotelegraph operations shall be charged to the appropriate accounts during the month when such expenses are incurred. When it is impracticable to determine the amount of expenses applicable to a particular account, the amount shall be entered in an appropriate clearing account and the portion considered applicable to conducting operations shall be cleared as at the end of the month by transfer to the appropriate account. (See also § 34.03-17.)

§ 34.41-7 *Accounting for electron tubes.* (a) When electron tubes are placed into service, the account that includes the cost of the plant with which the electron tubes are associated shall be charged with the cost of the tubes.

(b) When electron tubes are replaced, without retirement and replacement of any unit of plant of which such tubes form a part, the cost of the new tubes

shall be charged to account 4132, "Electron-tube replacements," or account 4135, "Maintenance of mobile station equipment," as appropriate. Electron tubes shall be considered as minor items for retirement purposes. (See also § 34.03-15.)

(c) If electron tubes are repaired, the cost of such repairs shall be charged to account 4125, "Maintenance of fixed and land station transmission equipment," or account 4135, "Maintenance of mobile station equipment," as appropriate.

§ 34.41-99 *Contemplated form of operating expense statement.* (See § 34.03-9.)

Account No.	Particulars	Amount
(1)	(2)	(3)
Maintenance expenses		
4110	Supervision of maintenance.....	\$.....
4115	Maintenance of real estate.....	.....
4120	Maintenance of fixed and land station aerial systems and lines.....	.....
4125	Maintenance of fixed and land station transmission equipment.....	.....
4130	Maintenance of furniture and office equipment.....	.....
4132	Electron-tube replacements.....	.....
4135	Maintenance of mobile station equipment.....	.....
4198	Maintenance-expense equalization.....	.....
4199	Other maintenance expenses.....	.....
	Total maintenance expenses.....	\$.....
Conducting-operations expenses		
4210	Supervision of operations.....	\$.....
4215	Operators' wages.....	.....
4216	Wages of station attendants.....	.....
4222	Wages of operating-office clerks.....	.....
4225	Operating power.....	.....
4230	Traffic damages.....	.....
4235	Traffic-damage expense.....	.....
4240	Telephone service—Message transmission.....	.....
4243	Rent for operating offices.....	.....
4245	Rent for other facilities.....	.....
4250	Advertising.....	.....
4255	Soliciting.....	.....
4260	Obtaining stock and commercial news.....	.....
4270	Commissions—Dr.....	.....
4275	Commissions—Cr..... (red)	.....
4281	Messengers' wages.....	.....
4283	Messengers' uniform expense.....	.....
4289	Other messenger service expense.....	.....
4290	Other employees' wages.....	.....
4295	Supplies—Operating offices.....	.....
4299	Other conducting-operations expenses.....	.....
	Total conducting-operations expenses.....	\$.....
Administrative expenses		
4310	Salaries of general officers and executives.....	\$.....
4315	Expenses of general officers and executives.....	.....
4320	Salaries of general office employees.....	.....
4325	Expenses of general office employees.....	.....
4399	Other administrative expenses.....	.....
	Total administrative expenses.....	\$.....
General expenses		
4410	Legal services.....	\$.....
4415	General services, licenses, and royalties—Dr.....	.....
4420	General services, licenses and royalties—Cr..... (red)	.....
4425	Insurance.....	.....
4430	Injuries and damages.....	.....
4435	Relief and pensions.....	.....
4445	Rest and lunch room expenses.....	.....
4450	Rent for offices.....	.....
4455	Other rents.....	.....
4460	Franchise requirements—Dr.....	.....
4465	Franchise requirements—Cr..... (red)	.....
4470	Supplies.....	.....
4475	Training employees.....	.....
4480	House service.....	.....
4499	Other general expenses.....	.....
	Total general expenses.....	\$.....
	Total operating expenses.....	\$.....

RULES AND REGULATIONS

PRESCRIBED ACCOUNTS

NOTE: Number to the right of the decimal point is the account number.

Maintenance Expenses

§ 34.4110 Supervision of maintenance.

(a) This account shall include the salaries and the office and other expenses of officers, superintendents, engineers, architects, special consultants, and field supervisors engaged exclusively in supervising or directing maintenance work; also similar expenses of the office and field forces of such supervisory personnel, including assistants, clerks, stenographers, and other immediate subordinates.

(b) This account shall include the amounts of expenses applicable to maintenance that are transferred from the clearing accounts. (See also § 34.90-2.)

(c) This account shall be subdivided as follows:

4110:01 Salaries and wages.

4110:99 Other expenses.

ITEMS

(See § 34.03-12)

Automobile service, including charges through clearing account 9015, "Vehicle expense; undistributed."

Meals, including payments therefor on account of overtime work.

Postage, printing, and stationery.

Salaries and wages.

Supplies.

Travel expenses.

§ 34.4115 Maintenance of real estate.

(a) This account shall include the amount of expenses incurred in maintaining plant the cost of which is includible in the accounts provided for real estate (accounts 11 to 14, inclusive) and similar operated plant leased from others.

(b) This account shall be subdivided as follows:

4115:01 Salaries and wages.

4115:02 Materials and supplies.

4115:99 Other expenses.

ITEMS

(See particularly §§ 34.03-12 and 34.41-5)

Land

Maintaining public improvements, including assessments covering such work.

Maintaining soil conservation (anti-erosion) methods and devices.

Minor improvements to land.

Restoring the condition of land damaged in the course of repairs, replacements, additions, or betterments.

Restoring the grade and similar repairs occasioned by floods and other action of the elements.

Land Improvements

Maintaining fences and retaining walls.

Maintaining fountains, pools, and ponds.

Maintaining hedges, shrubbery, and trees.

Maintaining lawns, flower plots, and ornamental plants.

Maintaining non-permanently surfaced paths, walks, or other passageways.

Maintaining ornamental terraces and statuary.

Maintaining roads and sidewalks.

Maintaining tennis courts, outdoor swimming pools, or other recreational equipment on company owned (or maintained) grounds when primarily for the use of company employees.

Maintaining yard lighting equipment.

Maintaining yards and grounds.

Drainage, Sewerage, Gas, and Water Systems

Flushing.

Inspecting.

Minor improvements and rearrangements.

Repairing structures, machinery, pipe lines, reservoirs, and similar items.

Restoring condition of drainage, sewerage, gas, and water systems damaged in the course of repairs, replacements, additions, or betterments.

Buildings

Changing location of partitions. (See also notes D and E to this account.)

Minor alterations to buildings and quarters. (See also note F to this account.)

Repainting and repapering buildings, including redecorating interiors of buildings.

Repairing building machinery, fixtures, appurtenances, and appliances, such as elevators, plumbing, and equipment for heating, lighting, and ventilating.

Repairing rented buildings and quarters, except when the rented property is used in operations the expense of which is chargeable to other accounts. (See also § 34.1-5.)

Replacing and repairing awnings, screens, window shades and ventilators, storm doors, storm windows, movable partitions, and similar movable minor items of buildings. (See also note E to this account.)

Restoring condition of buildings damaged in the course of repairs, replacements, or additions. (See also note F to this account.)

NOTE A: The cost of initial improvements in the preparation for service of either leased or purchased land; land improvements; drainage, sewerage, gas, and water systems; and buildings shall be charged to the appropriate operated plant account, except when such improvements are of relatively minor cost or short life or the period of the lease is less than 1 year. (See also §§ 34.1-1, 34.1-2, and 34.1-5.)

NOTE B: The cost of maintenance of land; land improvements; drainage, sewerage, gas, and water systems; and buildings, the investment in which is includible in account 1610, "Miscellaneous physical property," shall be charged to account 5110, "Income from miscellaneous physical property."

NOTE C: The cost of maintenance of land used for right of way shall be charged to account 4120, "Maintenance of fixed and land station aerial systems and lines."

NOTE D: Any substantial increase or decrease in partitions resulting from such changes therein shall be accounted for as additions or retirements, as appropriate.

NOTE E: When partitions of a movable type are replaced by partitions of a permanent type or vice versa, the costs involved shall be accounted for through the plant and depreciation allowance accounts.

NOTE F: The cost of minor building alterations incident to the installation of equipment, such as opening and closing holes in ceilings, partitions, walls, and floors to permit installation of equipment, power conduit and wiring, shall be charged to the account appropriate for the class of equipment installed.

§ 34.4120 Maintenance of fixed and land station aerial systems and lines.

(a) This account shall include the amount of expenses incurred in maintaining (1) plant the cost of which is includible in accounts provided for fixed and land station aerial systems and lines (accounts 21 to 27, inclusive), (2) similar operated plant leased from others, and (3) the right of way therefor.

(b) This account shall be subdivided as follows:

4120:01 Salaries and wages.

4120:02 Materials and supplies.

4120:99 Other expenses.

ITEMS

(See particularly §§ 34.03-12 and 34.41-5)

Cutting out or cutting in slack in wires.

Moving plant in connection with road and street changes. (See also § 34.1-6.)

Painting and treating towers, masts, poles, foundations, markers, and similar items subsequent to their installation.

Repairs to tuning coil shelters and sleet-melting equipment.

Relocating poles.

Respacing poles and crossarms.

Right-of-way adjustments, cost of, when no additional rights are acquired.

Straightening poles and crossarms.

Tightening anchors, guys, and other appurtenances and raking guy poles.

Transferring wire in connection with replacement of towers, masts, and poles.

Trenching poles.

Trimming trees, cutting underbrush, and other work to maintain previous clearance of right of way.

Work on the property of others in connection with maintenance of aerial systems and lines.

§ 34.4125 Maintenance of fixed and land station transmission equipment.

(a) This account shall include the amount of expenses incurred in maintaining plant the cost of which is includible in the accounts provided for fixed and land station transmission equipment (accounts 31 to 41, inclusive) and similar operated plant leased from others.

(b) This account shall be subdivided as follows:

4125:01 Salaries and wages.

4125:02 Materials and supplies.

4125:99 Other expenses.

ITEMS

(See particularly §§ 34.03-12 and 34.41-5)

Adding acid and water to batteries and reading specific gravity, current drain, and voltage of batteries.

Calibrating thermocouples and other instruments.

Cleaning, lubricating, and adjusting the equipment.

Grinding used crystals for reuse.

Inspecting and testing after repairs have been made.

Refinishing and repairing used equipment for reuse.

Relocating and rearranging equipment.

Removing sediment from storage batteries.

Repairing and adjusting meters.

Repairing electron tubes.

Repairing storage batteries, including replacing of minor items.

Replacing fuses, indicating-lights, and cords.

Servicing message-conveyer equipment.

Tools and other individual items of equipment—items of small cost or short life, cost and repairs of.

§ 34.4130 Maintenance of furniture and office equipment.

(a) This account shall include the amount of expenses incurred in maintaining plant the cost of which is includible in account 51, "Furniture and office equipment," and similar operated plant leased from others.

(b) This account shall be subdivided as follows:

4130:01 Salaries and wages.

4130:02 Materials and supplies.

4130:99 Other expenses.

§ 34.4132 Electron-tube replacements.

This account shall include the amount of expenses incurred in replacing electron tubes, the initial cost of which is includible in the operated plant accounts provided for fixed and land station

transmission equipment. (See also § 34.41-7 and account 4135.)

§ 34.4135 *Maintenance of mobile station equipment.* (a) This account shall include the amount of expenses incurred in maintaining plant the cost of which is includible in the accounts provided for mobile station equipment (accounts 61 to 69, inclusive) and similar operated plant leased from others.

(b) This account shall include also the amount of expenses incurred in replacing electron tubes, the initial cost of which is includible in the operated plant accounts provided for mobile station equipment. (See also § 34.41-7.)

(c) This account shall be subdivided as follows:

4135:01 Salaries and wages.
4135:02 Materials and supplies.
4135:99 Other expenses.

ITEMS

(See particularly §§ 34.03-12 and 34.41-5)

Lists given under accounts 4120 and 4125 with respect to comparable equipment are applicable to this account.

§ 34.4198 *Maintenance-expense equalization.* (a) This account shall be charged with such amounts as this Commission may authorize or direct to be credited to account 2220, "Provisions for equalization of maintenance expenses," under a plan to equalize maintenance expenses.

(b) When maintenance work for which provision has been made in this account is performed, the cost of such work shall be charged to the appropriate maintenance accounts. Concurrently this account shall be credited and account 2220, "Provisions for equalization of maintenance expenses," shall be charged with an amount equal to the cost of such maintenance work.

§ 34.4199 *Other maintenance expenses.* (a) This account shall include the amount of maintenance expenses not provided for elsewhere.

(b) This account shall be subdivided as follows:

4199:01 Salaries and wages.
4199:02 Materials and supplies.
4199:99 Other expenses.

Conducting-Operations Expenses

§ 34.4210 *Supervision of operations.* This account shall include the salaries of officers, superintendents, engineers, special consultants, and field supervisors engaged exclusively in supervising or directing operations. (See also paragraph (b) of § 34.03-17.)

§ 34.4215 *Operators' wages.* This account shall include the salaries and wages of operators (including printer operators) engaged in the transmission of messages; also commissions paid in lieu of or in addition to such salaries or wages.

NOTE: The amount of salaries and wages of traffic employees attending supplemental training or postgraduate operating schools shall be charged to account 4475, "Training employees."

§ 34.4216 *Wages of station attendants.* This account shall include the salaries and wages of station attendants,

whether designated as attendants, operators, engineers, or electricians, whose principal duties consist of watching and regulating the operation of transmission equipment.

§ 34.4222 *Wages of operating-office clerks.* This account shall include the pay of bookkeepers, clerks, and attendants engaged in the receiving and delivering of messages at counters or telephones, quoting rates, collecting charges, keeping accounts, and performing other clerical duties in operating offices.

§ 34.4225 *Operating power.* (a) This account shall include the cost of power for transmitting traffic and operating signals. It shall include the cost of electricity purchased, the cost of fuel and other supplies used, and the expenses incurred in the generation, conversion, and storage of current for operating the carrier's transmission equipment, battery-charging machines, and for other operating power requirements; also the salaries, wages, and expenses of engineers and other attendants and employees engaged in the generation, conversions, and storage of such current.

(b) This account shall be subdivided as follows:

4225:01 Power purchased.
4225:02 Power generated.

NOTE A: Payments for installation of permanent power circuits for emergency use shall be charged to the appropriate plant account.

NOTE B: The cost of power used for house service purposes shall be charged to account 9035, "House-service expense; undistributed," or other account, as appropriate.

§ 34.4230 *Traffic damages.* (a) This account shall include the amount of obligations incurred in settlement of damages arising out of claims of delays and errors in service, including amounts of revenues refunded in partial or complete settlement of such claims.

(b) The records supporting the entries in this account shall be so maintained as to show the amounts of settlements made during the accounting period with respect to delayed-delivery, nondelivery, error, and other causes under the following subdivisions:

4230:01 Amounts with respect to messages.
4230:02 Amounts with respect to money transfers.

(c) There shall be classed as delayed-delivery claims those arising from delays in transmission or delivery; as nondelivery claims, those arising from failure to deliver; as error claims, those arising from error in transmission or delivery, except such as may be classified as delayed-delivery or nondelivery claims; and as other types of claims, those arising from causes not shown above, such as libel, fraud, and similar bases.

NOTE: Payments on account of injuries to persons or damage to property of others shall be charged to account 1300, "Plant under construction," or account 4430, "Injuries and damages," as appropriate.

§ 34.4235 *Traffic-damage expense.* This account shall include the amount of expenses incurred in connection with closing claims for traffic damages, including court costs, the pay and expenses

of witnesses, and the legal and other expenses or costs incurred in connection with investigating, defending, or settling traffic-damage claims.

§ 34.4240 *Telephone service; message transmission.* This account shall include the amount of expenses incurred for telephone service used in the receiving, forwarding, or terminating of radiotelegraph messages. (See also paragraph (a) of § 34.03-17 and account 4222, "Wages of operating-office clerks.")

NOTE: Amounts of expenses relating to telephone service used primarily for other purposes shall be included in the expense account appropriate to the predominant use of such service (with the option of more detailed distribution).

§ 34.4243 *Rent for operating offices.* This account shall include the amount of expenses incurred as rents for space used for operating offices. (See also paragraph (b) (1) of § 34.03-5 and accounts 4245, "Rent for other facilities," 4450, "Rent for offices," and 4940, "Rent for lease of operated plant.")

§ 34.4245 *Rent for other facilities.* This account shall include the amount of expenses incurred as rents for the use of facilities other than space or leased plant (comprising substantially complete operating systems or operating units held in exclusive possession by the lessee). It shall include rents for such equipment as ducts, conduit, lands, pole lines, circuits, conductors, and transmitting and receiving equipment. (See also accounts 4243, 4450, and 4940.)

§ 34.4250 *Advertising.* This account shall include the amount of expenses incurred in connection with commercial advertising for promoting the further use of radiotelegraph service, such as the cost of newspaper advertisements, literature, and similar expenses.

ITEMS

(See § 34.03-12)

Announcements of rate changes. (See also note A to this account.)

Commercial advertisements in newspapers and magazines. (See also note A to this account.)

Commercial advertising matter, such as posters, bulletins, booklets, and related items. (See also note A to this account.)

Electric current consumed in illuminating signs.

Exhibits in connection with industrial expositions, expenses of.

Lecture and demonstration tours for traffic promotion purposes.

Managers and their office forces in charge of advertising, expenses of.

Radio advertising programs.

Window displays.

NOTE A: The cost of newspaper advertisements, literature, and similar expenses other than for commercial advertising purposes, such as advertisements of stock and bond issues, advertising for employees, and notices of dividends declared, shall be charged to the accounts appropriate for such costs.

NOTE B: The cost of flags, bunting, and similar expenses of decorating buildings shall be charged to account 9035, "House-service expenses; undistributed."

§ 34.4255 *Soliciting.* (a) This account shall include the salaries, wages, and expenses of solicitors engaged in canvassing for business and interviewing customers

for promoting the further use of radiotelegraph service, and shall include also expenses in connection with furnishing copies of tariffs and notices of changes to the public.

(b) This account shall be subdivided as follows:

4255:01 Salaries and wages of solicitors.
4255:99 Other expenses.

ITEMS

(See § 34.03-12)

Canvassers and solicitors, pay and expenses of.
Managers and their office forces in charge of solicitors, expenses of.
Public distribution of tariffs and notices of changes, expenses of.
Travel expenses.

§ 34.4260 *Obtaining stock and commercial news.* This account shall include the amount of expenses incidental to the gathering of information relative to stock and other market quotations, transactions in securities, sporting news, election returns, marine reports, and similar items subsequently disseminated as stock and commercial news to subscribers.

§ 34.4270 *Commissions—Dr.* (a) This account shall include the amount of commissions (including flat-rate payments per metropolitan zone for terminal messenger service) paid to communication carriers, transportation carriers, hotels, service stations, or other persons other than employees, for services rendered in originating and terminating radiotelegraph messages or for similar commercial communication services. (See also § 34.31-3.)

(b) This account shall be subdivided as follows:

4270:01 Commissions paid to communication carriers.
4270:02 Commissions paid to transportation carriers.
4270:03 Commissions paid to other types of public utilities.
4270:99 Commissions paid to others.

§ 34.4275 *Commissions—Cr.* This account shall include the amount of commissions (including flat-rate charges per metropolitan zone for terminal messenger service) received from other carriers for services rendered in originating and terminating messages or for similar commercial communication services. (See also § 34.31-3.)

§ 34.4281 *Messengers' wages.* This account shall include the wages of messengers and commissions paid to messengers in lieu of or in addition to wages. (See also account 4270, "Commissions—Dr.")

NOTE: The amount of salaries, wages, and expenses of employees attending supplemental training or postgraduate schools shall be charged to account 4475, "Training employees."

§ 34.4283 *Messengers' uniform expense.* (a) This account shall include the cost of messenger uniforms purchased for use by the carrier in communication service.

(b) This account shall be charged with the amounts of expenses incurred in al-

tering, repairing, cleaning, and pressing uniforms.

§ 34.4289 *Other messenger service expense.* This account shall include the amount of expenses incurred in furnishing messenger service not provided for elsewhere.

ITEMS

(See § 34.03-12)

Automobile service, including charges through clearing account 9015, "Vehicle expense; undistributed."
Carfare.
Licenses for bicycles and other vehicles used in messenger service.
Meals, including payments therefor on account of overtime work.
Messengers, expenses of. (See also account 4283.)
Registration fees for vehicles used in messenger service.

§ 34.4290 *Other employees' wages.* This account shall include the wages and the expense for subsistence furnished employees in lieu of wages of employees engaged in any phase of conducting operations not provided for elsewhere.

§ 34.4295 *Supplies; operating offices.* This account shall include the cost of supplies used in conducting operations.

ITEMS

(See § 34.03-12)

Message blanks.
Postage, stationery, and printing.
Printer tape.

§ 34.4299 *Other conducting-operations expenses.* This account shall include the expenses of operators, station attendants, and operating-office clerks whose wages and salaries are included in accounts 4215, 4216, and 4222, respectively, and the amount of other expenses incurred in conducting operations not provided for elsewhere.

Administrative Expenses

§ 34.4310 *Salaries of general officers and executives.* This account shall include the compensation (salaries, bonuses, and other consideration for services) of officers and executives of the carrier, properly chargeable to radiotelegraph operations and not chargeable directly to a particular function. (See also § 34.03-17.)

NOTE: Fees and expenses of directors who are also officers or executives shall be charged to account 4499, "Other general expenses."

§ 34.4315 *Expenses of general officers and executives.* This account shall include the expenses incurred for the benefit of the carrier in its radiotelegraph operations by officers and executives whose compensation is includible in account 4310, "Salaries of general officers and executives," and which are not chargeable directly to a particular function.

ITEMS

(See § 34.03-12)

Hotel expenses.
Meals, including payment therefor on account of overtime work.
Travel expenses.

§ 34.4320 *Salaries of general office employees.* This account shall include the compensation (salaries, bonuses, and

other consideration for services) of employees engaged in the general offices of the carrier properly chargeable to radiotelegraph operations and not chargeable directly to a particular function. (See also § 34.03-17.)

§ 34.4325 *Expenses of general office employees.* This account shall include the expenses incurred for the benefit of the carrier in its radiotelegraph operations by general office employees whose compensation is includible in account 4320, "Salaries of general office employees," and which are not chargeable directly to a particular function.

ITEMS

(See § 34.03-12)

Hotel expenses.
Meals, including payment therefor on account of overtime work.
Travel expenses.

§ 34.4399 *Other administrative expenses.* This account shall include the amount of expenses incurred in carrying out administrative functions not provided for elsewhere.

General Expenses

§ 34.4410 *Legal services.* This account shall include amounts payable to persons, other than officers and employees of the carrier, for legal services and related expenses that are not chargeable to other operating expense accounts or to clearing or plant accounts.

NOTE: The pay and expenses of the legal staff of the carrier shall be included in account 4310, "Salaries of general officers and executives," account 4315, "Expenses of general officers and executives," account 4320, "Salaries of general office employees," or account 4325, "Expenses of general office employees," as appropriate.

§ 34.4415 *General services, licenses, and royalties—Dr.* (a) This account shall include the amount of expenses incurred for services received under a licensing agreement, a general service contract, or other arrangement providing for the furnishing of general management, supervision, purchasing, accounting, engineering, financial, legal, patent, or other general services.

(b) The records supporting the entries in this account shall be so maintained as to show the respective amounts paid to each furnisher of the service with respect to each class of service furnished. If the costs incurred in the first instance by the person furnishing the service are apportioned to several recipients thereof, the records of the carrier served shall indicate the aggregate cost of the furnishing person and the method of apportionment to the recipient carrier.

§ 34.4420 *General services, licenses, and royalties—Cr.* (a) This account shall be credited with amounts accruing (other than profits realized) from services rendered others under a license agreement, a general service contract, or other arrangement providing for the furnishing of general management, supervision, purchasing, accounting, engineering, financial, legal, patent, or other general services.

(b) Minor amounts of profits from such arrangements may be included in

this account. (See also account 5020, "Profit from general services, licenses, and royalties.")

NOTE: Revenue from the maintaining and servicing of station equipment shall be included in account 3818, "Revenue from furnishing and servicing stations."

§ 34.4425 *Insurance.* (a) This account shall include the cost of insurance to protect the carrier against losses and damages to owned or leased property used in its radiotelegraph services, and the amount of insurance premiums paid in compliance with statutes requiring the carrier to provide for workmen's compensation or similar employee protection, except such costs as are includible in the clearing accounts. There shall be included in this account the amounts of premiums payable to insurance companies for other than reinsurance of self-carried insurance, and amounts credited to account 2215, "Provisions for self-carried insurance," for fire, storm, burglary, boiler explosion, lightning, and other insurance; special costs incurred in procuring insurance, such as insurance inspection service; and the pay, travel, and other expenses of officers, clerks, and other employees of an insurance department.

(b) Amounts received from insurance companies as insurance dividends or refunds of premiums shall be credited to this account.

(c) The records supporting the entries in this account shall be so maintained as to show the amount of coverage for each class of insurance carried, the property covered, and the applicable premiums.

(d) This account shall be subdivided as follows:

- 4425:01 Property insurance premiums.
- 4425:02 Other insurance premiums.
- 4425:03 Provisions for self-carried insurance.
- 4425:99 Other insurance costs.

NOTE A: Recoveries from insurance companies or others shall be accounted for as provided in account 2215, "Provisions for self-carried insurance."

NOTE B: Premiums on life insurance and annuities of officers and employees where the carrier is not the beneficiary shall be included in account 4435, "Relief and pensions."

§ 34.4430 *Injuries and damages.* (a) This account shall include losses, not covered by insurance, on account of injuries to or deaths of employees or others, which occur in connection with radiotelegraph operations, and payments and expenses on account of damages to the property of others whether the loss be occasioned by fire, flood, storm, or other cause. This account may be charged monthly with amounts sufficient to meet the probable liability for such losses, concurrent credits being made to account 2215, "Provisions for self-carried insurance," in which case losses sustained shall be charged to that account.

(b) This account shall include (1) the pay and expenses of officers and employees regularly engaged in or specifically assigned to work in connection with injuries to employees or others and damages to property of others, (2) payments to attorneys, investigators, and adjusters, and (3) court costs and similar items, except such items as are provided for in the clearing accounts.

(c) Amounts in reimbursement of payments for injuries and damages charged to this account shall be credited hereto.

NOTE A: Payments to or on behalf of employees, including accident and death benefits, hospital expenses, and medical supplies; also salaries, fees, and expenses of surgeons, doctors, nurses, and similar payments or amounts provided for such payments through a plan for employees' benefits, shall be charged to account 4435, "Relief and pensions."

NOTE B: There shall not be included in this account the amounts of premiums for insurance of the lives of officers and employees or the cost of injuries and damages chargeable directly to the operated plant, clearing, or other accounts.

§ 34.4435 *Relief and pensions.* (a) This account shall include pensions or other benefits paid to active and retired employees, their representatives or beneficiaries, and salaries and expenses incurred in conducting relief, benefit, and general medical departments. It shall include payments to or on behalf of employees on account of injuries or accidental death when such payments come within the scope of a carrier's general provision for employees' benefits.

(b) If the carrier has definitely undertaken by contract to pay pensions to employees when regularly retired for superannuation or disability and has established a fund to be held in trust for such pension purposes, the carrier shall charge to this account monthly amounts determined through the application of equitable actuarial factors to the current pay rolls, which together with interest accruals on the trust funds, will as nearly as may be, provide for the payment of such pensions, or for the purchase of annuities corresponding thereto. The amounts so charged shall be concurrently credited to account 2210, "Provisions for employees' pensions and welfare." The amounts accrued in each year shall correspond to the aggregate of the amounts expended directly by the carrier for pensions or annuities during the year and amounts paid into the trust fund. The carrier shall maintain a complete record of the actuarial computations through which the accrual each month of its pension liabilities is established.

(c) Upon the adoption of the accrual plan of accounting, pension payments to employees retired before the adoption of such plan shall be charged to an existing pension reserve or to account 6299, "Other extraordinary income charges." If a carrier pays into its pension trust fund the amount of its existing pension reserve, any such amounts in excess of provision for pensions granted prior to the adoption of the accrual plan may be applied in whole or in part to the adjustment of future accrual charges.

(d) Before adopting the accrual plan of accounting for pensions the carrier shall inform this Commission of the details of its pension plan, giving full statement of the facts which in its judgment establish a contractual obligation for pension payments together with the actuarial formula under which it proposes to create its pension trust fund, and also a copy of the declaration of trust under which the fund is established. Each car-

rier that has adopted the accrual plan of accounting for pensions shall make no change in the accounting therefor or in the method of computing the amounts of the accruals recorded in the accounts under the plan without first submitting full particulars of the proposed changes and a detailed statement of the reasons therefor to this Commission for its consideration and approval.

(e) No charges to this account shall be made in anticipation of discretionary pension payments in the future.

(f) This account shall include also, under a separate subaccount, amounts accrued to provide for the payment of termination allowances or similar benefits to employees of the carrier when such employees are laid off because of lack of work, and to provide necessary and warranted relief to former employees. Charges to this subaccount shall be made only after approval by this Commission of the carrier's plan for administering payments for these purposes and of the amount of the accruals. Amounts charged to this subaccount shall be concurrently credited to account 2210, "Provisions for employees' pensions and welfare."

(g) There shall be credited to this account that portion of each class of relief and pensions assigned to construction and custom-work labor.

ITEMS

(See § 34.03-12)

Accident, sickness, death, and other disability benefits to employees, their representatives or beneficiaries.
Employees of relief, benefit, and general medical departments, pay and expenses of.
Expenses in connection with employees' disability cases, such as hospital, nursing, and medical attendance.
Fees and retainers for medical and similar services incurred by relief, benefit, and general medical departments.
Medical supplies.
Office supplies.
Postage, printing, and stationery.
Premiums paid for group insurance for the benefit of employees or their beneficiaries.
Repairs of furniture and equipment, and cost and repairs of individual items of small value or short life.
Travel expenses.

§ 34.4445 *Rest and lunch room expenses.* (a) This account shall be charged with the amount of expenses incurred in operating rest and lunch rooms for employees, including the cost of meals provided. This includes the cost of operating such facilities as rest rooms, quiet rooms, reading rooms, medical rooms, locker rooms, check rooms, sleeping rooms, and dormitories.

(b) This account shall be credited with amounts paid to the carrier for meals and other services the expense of which is included in this account.

ITEMS

(See §§ 34.03-12 and 34.03-17)

Bedding.
Dishes.
Electric power for cooking, refrigeration, or operating kitchen equipment.
Food supplies.
Fuel for cooking.
Handling orders and bills for supplies.
Ice for refrigeration.

Laundry.
Linen.
Lunch room managers, cooks, cashiers, waiters, and other employees, pay and expenses of.
Medical supplies, including first-aid materials.
Newspapers, magazines, phonograph records, and radio-tube replacements.
Nurses, matrons, and attendants for employees' quarters, pay and expenses of.
Postage, printing, and stationery.
Silverware.
Uniforms.

§ 34.4450 *Rent for offices.* This account shall include the amount of expenses incurred as rent for the use of space in buildings occupied by the carrier for general purposes. (See also paragraph (b) (1) of § 34.03-5 and accounts 4243, "Rent for operating offices," 4245, "Rent for other facilities," and 4940, "Rent for lease of operated plant.")

§ 34.4455 *Other rents.* This account shall include amounts payable for operating rents not provided for elsewhere.

§ 34.4460 *Franchise requirements—Dr.* (a) This account shall include the cost, not provided for in account 82, "Franchises," of services, plant, material and supplies, and similar items furnished to governmental authorities in compliance with franchises, ordinances, or similar requirements and for which no direct compensation is received by the carrier. It shall include the cost of paying and of premiums on indemnity or similar bonds required under the general terms of a franchise or ordinance and not in connection with specific construction or maintenance work.

(b) This account shall include amounts paid for franchises running for 1 year or less after acquisition and may include direct charges for franchises acquired at small cost.

(c) There shall be charged to this account and credited to account 4465, "Franchise requirements—Cr.," an amount equal to the revenues that would be derived at published tariff rates from radiotelegraph services furnished to governmental agencies in compliance with franchises, ordinances, or similar requirements that require that services be furnished without direct compensation.

NOTE A: The cost of plant, supplies, and similar items given as an initial consideration for a franchise running for more than 1 year shall be charged to account 82, "Franchises."

NOTE B: Franchise taxes paid annually or more frequently shall be charged to account 4932, "Other taxes; operating."

NOTE C: The cost of operated plant furnished to a governmental agency without charge or used by the carrier in rendering services to a governmental agency without charge, shall be included in the appropriate plant accounts and the maintenance expenses incurred in connection with such operated plant shall be charged to the appropriate maintenance accounts.

NOTE D: The cost of constructing, or of changing the location of, operated plant to conform with governmental requirements, including such work required under the provisions of a franchise or ordinance, shall be charged to the maintenance-expense, operated plant, and allowance-for-depreciation accounts appropriate for the work performed.

§ 34.4465 *Franchise requirements—Cr.* This account shall be credited with amounts charged to account 4460, "Franchise requirements—Dr.," under the provisions of paragraph (c) of that account.

§ 34.4470 *Supplies.* This account shall include the cost of supplies used in connection with the general functions of the carrier's radiotelegraph operations. (See account 4295, "Supplies; operating offices," and of paragraph (b) (1) of § 34.03-5.)

ITEMS

(See § 34.03-12)

Office supplies.
Postage, stationery, and printing.

§ 34.4475 *Training employees.* This account shall include the amount of expenses incurred in the employment and training of employees of the carrier.

ITEMS

(See §§ 34.03-12 and 34.03-17)

Advertising for employees, cost of.
Employees attending supplemental training or postgraduate schools, pay and expenses of.
Instructors, messengers, supervisors, and others employed in training schools, pay and expenses of.
Personnel officers and employees engaged in interviewing applicants and hiring employees, pay and expenses of.
Supplies.

§ 34.4480 *House service.* (a) This account shall include the amount of expenses incurred in the operation of offices and buildings (whether owned or rented) used in connection with the general functions of the carrier's radiotelegraph operations.

(b) This account shall include the amounts of house service expenses applicable to general functions that are transferred from account 9035, "House-service expense; undistributed." (See also paragraph (b) of § 34.03-5.)

§ 34.4499 *Other general expenses.* This account shall include the amount of operating expenses not includible in other accounts.

ITEMS

(See § 34.03-12)

Commissions paid agents for leasing space to others in buildings partly occupied by the carrier in connection with its communication operations.
Conventions and meetings of the industry, contributions for.
Fees and expenses of directors.
Patents having an estimated service life of 1 year or less and patents acquired at small cost, amounts paid for.
Research and development work, not includible in other accounts, cost of. (See also § 34.03-10.)

CLEARING ACCOUNTS

INSTRUCTIONS

§ 34.90-1 *Purpose of clearing accounts.* The clearing accounts are provided as a medium for the distribution of certain amounts which affect more than one account.

§ 34.90-2 *Disposition of balances in clearing accounts.* (a) The balances in the clearing accounts shall be distrib-

uted to the appropriate supervision or other accounts not later than the close of the calendar year unless amounts included therein appropriately affect the accounting for future periods.

(b) Undistributed balances (other than the balance in account 9030, "Supply expense; undistributed") shall be included in the balance sheet under account 1940, "Debit balances in clearing accounts," or account 2320, "Credit balances in clearing accounts," as appropriate.

(c) The carrier's records shall be so maintained that an analysis of undistributed items in clearing accounts at the close of the calendar year may be shown in the reports to this Commission.

PRESCRIBED ACCOUNTS

NOTE: Number to the right of the decimal point is the account number.

§ 34.9010 *Research and development; undistributed.* (a) This account shall be charged with the costs incurred in maintaining laboratories and experimental stations for the development of equipment the costs of research conducted for the purpose of improving operations, and other analogous items. (See also § 34.03-10.)

(b) This account shall be cleared by charging the appropriate accounts with the applicable amounts contained herein.

(c) The records supporting the entries in this account shall be so maintained as to show the amount and nature of each transaction recorded herein.

ITEMS

(See § 34.03-12)

Depreciation.
Electron tubes.
Heat, light, and power.
Maintenance.
Material and supplies.
Rent.
Repairs.
Royalties.
Salaries, wages, and expenses of employees.
Small tools.

NOTE: Amounts included in this account applicable to projects that have been abandoned shall be cleared by charges to account 6299, "Other extraordinary income charges," unless otherwise authorized or directed by the Commission.

§ 34.9015 *Vehicle expense; undistributed.* (a) This account shall include maintenance, depreciation, and other expenses applicable to vehicles that are not included in other accounts at the time they are incurred.

(b) This account shall be cleared by apportionment to operating-expense, plant, or other accounts benefited on such basis as will equitably distribute the amounts contained herein.

ITEMS

(See § 34.03-12)

Depreciation.
Heat, light, and power.
Maintenance.
Material and supplies.
Rent.
Repairs.
Salaries, wages, and expenses of employees.
Small tools.

§ 34.9020 *Shop, tool, and implement expense; undistributed.* (a) This account shall include maintenance, depreciation, and other expenses applicable to shop equipment, tools, and implements and the cost of material, labor, supplies, and other items incidental to repair work in the carrier's own shops that are not included in other accounts at the time they are incurred. (See also paragraph (c) (2) of § 34.1-3.)

(b) This account shall be cleared by apportionment to operating-expense, plant, or other accounts benefited on such basis as will equitably distribute the amounts contained herein.

ITEMS

(See § 34.03-12)

Depreciation.
Heat, light, and power.
Maintenance.
Material and supplies.
Rent.
Repairs.
Salaries, wages, and expenses of employees.
Small tools.

§ 34.9025 *Plant-supervision expense; undistributed.* (a) This account shall be charged initially with the salaries and the office and other expenses of officers, superintendents, engineers, architects, special consultants, and field supervisors engaged exclusively in supervising and directing both maintenance and construction work; also the similar expenses of the office and field forces of such officers and employees.

(b) This account shall be cleared by allocation to the operated plant accounts, to account 4110, "Supervision of maintenance," and to other appropriate accounts, on such basis as will equitably distribute the amounts contained herein.

NOTE: The salaries and the office and other expenses of foremen and inspectors in direct charge of maintenance, construction, or removal work shall not be included in this account but shall be charged direct to the accounts appropriate for the class of work performed.

ITEMS

(See § 34.03-12)

Books and periodicals.
Plant supervising officers and their staffs, including engineers, office and field forces charged with planning for and superintending maintenance, construction, and plant removal work—pay and expenses of.
Postage, printing, and stationery.
Rent and repairs of offices.
Supplies.
Tools and instruments of small value or short life.

§ 34.9030 *Supply expense; undistributed.* (a) This account shall include the amount of expenses and costs incurred in connection with the purchase, storage, handling, and distribution of material and supplies that are not included in other accounts at the time they are incurred and the amount of depreciation and maintenance applicable to the equipment of storerooms.

(b) Cash and other discounts on material shall be deducted from the cost of the particular material to which they relate or credited to the account to which the material is charged. When impracticable of such treatment they shall be credited to this account.

(c) Transportation charges on material purchased shall be included as a part of the cost of the particular material to which they relate. When impracticable of such treatment they shall be charged to this account. Transportation charges on material recovered from plant retired shall be accounted for as a part of the cost of removal.

(d) This account shall be cleared by adding to the cost of material and supplies a suitable loading charge that will equitably distribute the amounts contained herein.

ITEMS

(See § 34.03-12)

Books and periodicals.
Customs duties and excise taxes.
Depreciation and maintenance of storeroom equipment.
Insurance against losses and damages to material and supply stock. (See also account 4425, "Insurance.")
Inventory differences in material and supplies that cannot be assigned to specific accounts. (See also account 1795, "Material and supplies.")
Losses due to breakage, leakage, evaporation, and fire and other casualties to supply stock not assigned to specific accounts or distributed through the pricing of material and supplies disbursed.
Postage, printing, and stationery.
Purchasing agents, superintendents and supervisors of supplies, managers of stores, storekeepers, clerks and laborers; pay and expenses of.
Rent and repairs of storehouses, storerooms, storage yards, and other quarters.
Supplies used.
Transportation charges, undistributed.

§ 34.9035 *House service expense; undistributed.* (a) This account shall include the amount of expenses incurred in operating offices and buildings (whether owned or rented) that are not included in other accounts at the time they are incurred.

(b) This account shall be cleared by apportionment to operating-expense or other accounts benefited on such basis as will equitably distribute the amounts contained herein.

ITEMS

(See § 34.03-12)

Building superintendents and others engaged in supervising house-service operations—pay and expenses of.
Cleaning supplies.
Elevator service.
Heat.
Janitor service.
Light.
Postage, printing, and stationery.
Power. (See also account 4225, "Operating power.")
Refrigeration.
Rent and repairs of quarters used in the supervision of general house-service operations other than space used by janitors and similar employees in furnishing house service for a particular building.
Supplies.

RETIREMENT UNITS

§ 34.1-6-1 *List of units to be used in connection with the accounting provided in § 34.1-6.* (a) The following list of retirement units shall not be considered as items determining the classification of plant (see § 34.03-12) or as property units for use in continuous property-records (see § 34.1-8) but shall be used in connection with the accounting for operated plant retired (see § 34.1-6).

(b) Elimination of or substitution for retirement units listed herein may not be performed without specific authority by the Commission except that items which are not combinations of the listed retirement units may be added without such authority and carriers may account for listed units as maintenance when of small cost and not complete units of operated plant.

(c) This list shall be expanded by the carrier to include complete units of operated plant not shown herein.

(d) The carrier shall report to the Commission, within 45 days after June 30 and December 31 of each year, and as at those dates, all additions which have been made to the list under this authority, all items included in the list which have become obsolete, either as to technical titles or use in the communication service, and the items which the experience of the carrier has shown to involve a small cost only. These reports should include such other information concerning the list as the carrier may desire to place before the Commission with requests for appropriate action by the Commission in the matters described.

(e) The article "a," "an," or "the," as appropriate, should be read in connection with each retirement unit listed herein.

LAND IMPROVEMENTS (ACCOUNT 12)

Billboard or sign.
Boundary fence, wall, or hedge—continuous length of 50 feet or more.
Branch or spur extending from a main roadway or sidewalk—complete.
Bridge or trestle (foot or road).
Fencing, serving for other than boundary purposes—complete, or continuous length of 50 feet or more.
Gate, ornamental (not associated with fence or wall).
Hard-surface road—complete system, or continuous length of 20 feet or more.
Lawn—complete.
Loading platform.
Railroad spur or siding.
Roadway, curbing and sidewalk—complete system, or continuous length of 50 feet or more.
Snow barrier or fence.
Store yard—complete.
Swimming pool, tennis court, or similar unit of recreational equipment—complete.

DRAINAGE, SEWERAGE, GAS, AND WATER SYSTEMS (ACCOUNT 13)

Basin.
Branch or main extending from drain or sewer—complete.
Branch or spur extending from main or secondary water pipe—complete, or continuous length of 20 feet or more.
Cesspool or septic tank.
Drain or spillway.
Dike or levee—section of.
Drainage or sewerage system.
Drain or sewer—continuous length of 20 feet or more.
Engine.
Filtration plant.
Gas supply and distribution system serving more than a single building.
Hydrant.
Hydraulic ram—complete installation.
Lawn sprinkler system.
Manhole or handhole.
Motor (2 or more h. p.).
Piping or other water-conducting system—complete, or continuous length of 20 feet or more.
Reservoir.
Shelter or housing for machinery.

RULES AND REGULATIONS

Subsurface drain bed.
Water or gas main.
Water pump.
Water system.
Water tank, with or without tower or other support.
Well.
Windmill or windmill tower.

BUILDINGS (ACCOUNT 14)

Air-conditioning or ventilating system.
Automatic stoker.
Boiler.
Building.
Coal or ash conveying system.
Elevator—complete, with operating mechanism.
Fire escape.
Floor-covering for one room.
Furnace.
Gas-burner system.
Heating system.
Hot-water heater.
House-lighting or power board.
Metal window—complete, with box, frame, and sash.
Motor (2 or more h. p.), generator, engine, turbine, pump, compressor, ventilating fan, air washer, elevator drum, or similar item of equipment, with or without associated wiring, control equipment, etc.
Oil-burner system.
Oil tank.
Roof—with or without supporting structures. (A building of irregular shape having more than one roof level may have several isolated roofs, each of which shall be considered an entire roof. In the case of buildings to which lateral extensions have been made, even though having but one roof level, that part of the roof covering an entire section built at one time shall be considered an entire roof.)

NOTE: In addition to the foregoing retirement units, material (i. e., portions of buildings, equipment, fixtures, etc.) installed and retired, and the labor and incidental costs involved in connection with work of the following character, shall be handled through the plant and depreciation-allowance accounts:

Changes in the type of operation of elevator systems, e. g., a change from manual to automatic control of cars, from manual to power operation of doors, from low speed to high speed, from direct to alternating current, from hydraulic to electric operation, from one type of signaling or dispatching system to another.
Relocation of toilet rooms, battery rooms, kitchens, terminal rooms, machine rooms, transformer vaults, etc.
Structural changes, such as: Reinforcements of floors, roofs, bearing walls, footings, and foundations; additions or relocations of elevator shafts, stairways, fire exits, and vaults, but excluding switchboard cable holes and slots; and building alterations required for fire protection and other safety measures.
Changes in the type of electric current supply, or of ventilating, air-conditioning, or similar systems.
Building enlargements.
Replacements of plumbing or heating pipes (with or without associated valves), except when necessitated by minor repairs or minor relocations of fixtures.
Replacements of all or substantially all the lighting fixtures (with or without associated wiring and conduit) in one operating or equipment room or, in the case of office space, on one floor of a building.
General replacements (throughout a building or throughout an entire portion erected at one time) of items such as supply, return, or air valves in heating systems; hot or cold water valves or faucets; and plumbing, heating, or drainage traps.

TOWERS AND MASTS (ACCOUNT 21)

Beacon light, with or without accessories.
Crossarm or bridge.
Guy and anchor—complete.
Halyard, permanent.
Mast, pole-type or A-frame structure.
Topmast.
Tower.
Tower-lighting system.
Triatic system.
Winch, with or without foundation.

ANTENNA SYSTEMS (ACCOUNT 22)

Aerial Assemblies or Arrays

Antenna—complete.
Single or multiple antenna wire (with or without associated spacers, supporting insulators, and catenary wires, if integral parts of span)—continuous span.
Single "panel" of antenna wire, with supporting wire and insulators.

Ground or Counterpoise Systems

Counterpoise system.
Ground system.
Overhead transmission line for distribution of the current to the ground, wires, or plates.

Radio-Frequency Transmission Lines

Filter assembly.
Inside transmission line system.
Transmission branch line.
Transmission line system.

Tuning and Uncoupling Coils

Long-wave tuning coil or uncoupling coil.
Shelter or housing.

Sleet-Melting Installations

Power board.
Power-supply cable.
Shelter, housing, or platform.
Sleet-melting system.
Transformer or bank of transformers.

CONTROL LINES (ACCOUNT 26) AND POWER-SUPPLY LINES (ACCOUNT 27)

Buried cable—a section of 300 feet or more, or a section between manholes, splicing boxes, or pedestals.
Cable, with or without associated suspension strand, clamps, or rings.
Case of equipment, such as loading coils, building-out condensers, carrier-line filters, or auto-transformers.
Field telephone system.
Gas-pressure fault-indicating system.
Manhole.
Pole (i. e., line pole, brace pole, guy pole, or pole forming part of an A or H frame), with or without associated anchors, guys, steps, or other appurtenances.
Special fixtures (i. e., a bridge fixture, a tower, or other special river-crossing or long-span fixture), with or without associated anchors, guys, or other appurtenances.
Underground conduit—a section between a manhole, handhole, or service box and a pole or building.
Underground conduit—a section between two manholes, handholes, or service boxes.
Underground conduit dips between two poles, between a pole and a building, or between two buildings.
Wire, with or without associated insulators or other hardware—two or more continuous spans.

ELECTRON-TUBE TRANSMITTER EQUIPMENT (ACCOUNT 31)

Air ducts system.
Amplifier unit.
Antenna coupling device.
Blower.
Control panel.
Driver or exciter unit.

Generator.
Modulator unit.
Motor (2 or more h. p.).
Oil cooler.
Oscillator unit.
Radiator.
Rectifier unit.
Transformer (25 or more kv-a).
Transmitter—complete, with or without associated wiring or conduits.
Water pump.

OTHER TRANSMITTER EQUIPMENT (ACCOUNT 32)

Alternator, radio frequency.
Amplifier, magnetic.
Arc transmitter.
Armature (associated with main machine of 25 or more h. p.).
Compressor.
Condensers, battery of.
Foundation.
Oil tank.
Pump.
Motor (2 or more h. p.).
Motor generator.
Panel or switchboard.
Rotor.
Spark transmitter.
Transformer (25 or more kv-a).

COOLING APPARATUS (ACCOUNT 33)

Air duct.
Blower.
Brine tank.
Cooling pond.
Cooling pond louver or wind break.
Cooling tower.
Fan, exhaust.
Heat exchanger.
Machine foundation.
Motor (2 or more h. p.).
Pump.
Radiator.
Refrigerating unit.
Spray tower.
Sump.
System of pipes from pump and cooling device to a transmitter or rectifier.
Water still.
Water storage tank.

RECEIVER EQUIPMENT (ACCOUNT 34)

Amplifier unit.
Antenna combining or coupling unit.
Coil box.
Converter unit.
Demodulator or detector unit.
Oscillator unit.
Power-supply panel or unit.
Receiver rack.
Receiving set—complete.
Reflector coupling unit.
Table or desk used as a mounting.
Tone keyer unit.
Tuner unit.

POWER SUPPLY AND DISTRIBUTION EQUIPMENT (ACCOUNT 36)

Other Than Storage Battery Equipment

Alternator.
Ash or coal conveyer.
Boiler.
Circuit breaker.
Compensator.
Concrete vault.
Control panel.
Feed water condenser.
Generator.
Housing or shelter for pump.
Machine foundation.
Mercury tank.
Motor generator unit.
Motor (2 or more h. p.).
Power plant—complete.
Power substation—complete.
Prime mover.
Pump—fuel oil or feed water.
Rectifier, power.

Switchboard, power.
 Starter.
 Tank—fuel oil, feed water, or compressed air.
 Transformer (25 or more kv-a).
 Voltage regulator.

Storage Battery Equipment

Battery—complete, with or without rack, cabinet, or counter.
 Battery plates—complete.
 Battery rack or cabinet (storage or dry).
 Electric motive cells.
 Filter assembly, battery charging.
 Group of bus bars, cable, or wiring, with or without conduit, such as between:
 Battery and fuse panel.
 Power switchboard and equipment.
 Motor generator.
 Rectifier, battery charging.
 Switchboard, storage battery.
 Tanks or jars—complete set.

CONTROL APPARATUS (ACCOUNT 40)

Frequency-Measuring Equipment

Amplifier unit.
 Comparator.
 Equipment rack.
 Equipment table.
 Frequency standard.
 Frequency standard check equipment unit.
 Harmonic generator or distortion amplifier unit.
 Multi-vibrator unit.
 Oscillator unit.
 Power supply unit.
 Radio receiver or unit.
 Recorder, time-signal.
 Regulator unit.
 Shielded frequency-measuring room or booth (not part of a building).
 Synchronous clock.
 Temperature control box.

Message Transmitting and Receiving Apparatus

Automatic transmitter unit or base.
 Desk or table fitted with radiotelegraph or other telegraph apparatus.
 Error detector unit.
 Facsimile machine (transmitting, receiving, or combination).
 Ink recorder or undulator.
 Photoradio operating table—complete, with wiring, outlets, compressor, etc.
 Photoradio receiving recorder.
 Photoradio universal transmitting and receiving machine.
 Printer, keyboard, page, or tape.
 Table or stand used as a mounting for automatic telegraph apparatus or for keyboard printer.
 Tape perforator or reperforator, with or without cover or case.
 Tape puller.
 Tape puller foot control assembly—integral with operating table.
 Teletypewriter.
 Time stamp (a. c. or d. c.), or entire time-stamp installation.
 Typewriter, traffic.
 Water copy wringer or press.

Message Conveyor Equipment

Conveyor belt installation.
 Metal chute.
 Pneumatic tubing, with or without protective covering—section of.
 Tubing blower motor.

Calling and Order-Dispatching Equipment

Annunciator system.
 Call register.
 Microphone and loudspeaker order-dispatching and intercommunicating system.
 Microphone—complete, with mounting, connecting cord, etc.
 Public-address system.
 Telautograph installation.

Telegraph or telephone order-dispatching and intercommunicating system.

Terminal Equipment

Amplifier rectifier unit.
 Amplifier unit.
 Board—printer-control, relay, amplifier, line-test, or keyer.
 Concentrator for radio or wire-line telegraph circuits, printer circuits, or telephones.
 Control booth.
 Control desk or console.
 Control or switching box.
 Converter unit.
 Desk or table fitted with radiotelegraph or other telegraph apparatus.
 Electrically shielded control room.
 Filter-rack installation.
 Filter unit.
 Fuse panel, with or without associated wiring.
 Lamp panel, with or without associated wiring.
 Microphone—complete, with mounting, connecting cord, etc.
 Mixer panel.
 Modulator unit.
 Mounting for line-terminal equipment—table, desk, or rack.
 Multiplex terminal.
 Oscillator unit.
 Photoradio or facsimile terminal.
 Radio transmitter frequency control installation.
 Relay test panel, with or without associated wiring.
 Remote control board, transmitter or receiver.
 Single bay of relay rack or other supporting structure for terminal or other equipment.
 Telegraph, telephone, or program control board.
 Telegraph test board.
 Telephone modulator (portable) or telephone modulator installation.
 Tone-generator installation.
 Volume-indicator unit.

Monitoring Equipment

Monitor loudspeaker, portable.
 Monitor receiver, portable.
 Monitor recorder, portable.
 Multiple pen recorder.
 Telephone head set, hand set, or breast set.
 Telephone receiver or transmitter, operator's portable.

EQUIPMENT ON CUSTOMERS' PREMISES

(ACCOUNT 41)

Call box. Printer.
 Morse set. Telephone.

FURNITURE AND OFFICE EQUIPMENT (ACCOUNT 51)

Each principal item of equipment, such as:
 Accounting, adding, addressing, billing, blueprinting, calculating, or listing machine.
 Bed, cot, couch, davenport, or lounge.
 Cabinet.
 Counter installation.
 Desk.
 Piano or phonograph.
 Refrigerator.
 Safe.
 Typewriter.
 Vacuum cleaner.
 Washing machine.
 Water cooler.

SHIP STATION EQUIPMENT (ACCOUNT 61)

and

OTHER MOBILE STATION EQUIPMENT (ACCOUNT 69)

Each applicable item of equipment as listed under the preceding captions.

VEHICLES AND DRAFT ANIMALS (ACCOUNT 71)

Each principal item of equipment, such as:
 Air compressor, mobile.
 Aeroplane.
 Automobile.
 Boat or barge.
 Draft animal.
 Motorcycle.
 Motortruck body.
 Motortruck, with or without body.
 Mounted kitchen.
 Pole dolly or dinkey.
 Set of harness.
 Sled.
 Tractor or trailer.
 Wagon.

SHOP EQUIPMENT, TOOLS, AND IMPLEMENTS (ACCOUNT 72)

Testing and Adjustment Equipment

Ammeter.
 Bridge (capacity, resistance, inductance, or combination thereof).
 Circuit tester or analyzer.
 Crystal testing installation.
 Decade resistance box.
 Decremeter.
 Dummy antenna or dummy load.
 Field intensity measuring installation.
 Harmonic generator or distortion amplifier unit.
 Linemen's test set.
 Meter—capacity, conductance, field intensity (including antenna), portable flow, or light intensity.
 Magneto test set.
 Oil testing set.
 Oscillator unit, portable.
 Oscillograph or oscilloscope.
 Portable telephone outfit.
 Pyrometer, portable.
 Relay test panel, with or without associated wiring.
 Stroboscope.
 Temperature controlled oven.
 Test amplifier unit, portable.
 Test meter, with or without associated external thermocouple or multiplier.
 Test table.
 Thermocouple.
 Vacuum-tube gas detector.
 Vacuum-tube temperature measuring meter.
 Vacuum-tube tester, portable.
 Vacuum-tube testing installation—complete.
 Voltmeter.
 Volume or power level indicator, portable.
 Wave meter, portable.

Portable Tools and Implements

Each principal item of equipment, such as:
 Air compressor, mobile.
 Back-filling machine.
 Blower, power.
 Concrete mixer.
 Compressed air tool.
 Crane or derrick, mobile.
 Earth-boring machine (not part of a truck or tractor).
 Farm implement.
 Forge.
 Paint spray outfit.
 Pole-treating installation.
 Power drill or hammer.
 Surveyor's transit.
 Tower erection cage.
 Trenching machine.
 Wire-measuring machine.

Other Equipment

Each principal item of equipment, such as:
 Acetylene torch outfit.
 Boring mill.
 Chain hoist.
 Lathe.
 Milling machine.
 Oil filter press, with associated equipment.
 Power planer, drill press, grinder, or saw.
 Shop motor (2 or more h. p.).
 Welding outfit.
 Work bench or table.

RULES AND REGULATIONS

STORE AND WAREHOUSE EQUIPMENT
(ACCOUNT 73)

Each principal item of store and warehouse equipment, such as:

Barrel.
Cart.
Counter, movable.
Crane.
Gasoline pump or tank.
Hand cart or hand truck.
Ladder.
Oil pump.
Oil tank.
Tool rack or tool case.
Truck.
Wire-measuring machine.

[SEAL] **FEDERAL COMMUNICATIONS
COMMISSION,
T. J. SLOWIE,
Secretary.**

[F. R. Doc. 47-593; Filed, Jan. 30, 1947;
8:49 a. m.]

TITLE 49—TRANSPORTATION
AND RAILROADSChapter I—Interstate Commerce
Commission

[S. O. 648, Corr. to Amdt. 3]

PART 95—CAR SERVICE

PERMIT REQUIRED FOR BULK GRAIN

At a session of the Interstate Commerce Commission, Division 3, held at its

office in Washington, D. C., on the 24th day of January A. D. 1947.

Upon further consideration of Service Order No. 648 (11 F. R. 14171), as amended (11 F. R. 14245, 14523), and good cause appearing therefor: it is ordered, That:

Section 95.648 *Permit required for bulk grain*, of Service Order No. 648, be, and it is hereby, further amended by

substituting the following paragraph (d) (2) for paragraph (d) (2) thereof:

(d) *Appointment of agents.* * * *

(2) The following permit agents are hereby designated and appointed by the Interstate Commerce Commission for the purpose of accepting applications and issuing the permits required by paragraph (b) of this section:

Permit agent	Address	Station
H. H. Foreman.....	552 New Customhouse, Denver 2, Colo.	Denver, Colo.
E. R. Weimer.....	302 U. S. Courthouse, Kansas City, Mo.	Atchison, Hutchinson, Salina, Newton, Topeka, Whitewater, Wichita, Kans.; Kansas City and St. Joseph, Mo.
J. E. Youngman.....	938 New Federal Bldg., St. Louis, Mo.	St. Louis, Mo.
L. A. Denison.....	415B U. S. Post Office, Omaha, Nebr.	Freemont, Nebraska City and Omaha, Nebr.; Council Bluffs, Iowa.
C. T. Aspelmier, J. G. Harris....	505 Burt Bldg., Dallas, Tex.	Alva, Blackwell, Enid, and Thomas, Okla., Amarillo, Dallas, Fort Worth, Greenville and Plainview, Tex.

It is further ordered, that this amendment shall become effective at 12:01 a. m., January 26, 1947; that a copy of this order and direction be served upon the Association of American Railroads, Car Service Division, as agent of the railroads subscribing to the car service and per diem agreement under the terms of that agreement; and that notice of this order be given to the general public by depositing a copy in the office of the Secretary of the Commission at

Washington, D. C., and by filing it with the Director, Division of the Federal Register.

(40 Stat. 101, sec. 402, 41 Stat. 476, sec. 4, 54 Stat. 901; 49 U. S. C. 1 (10-17))

By the Commission, Division 3.

[SEAL] **W. P. BARTEL,
Secretary.**

[F. R. Doc. 47-916; Filed, Jan. 30, 1947;
8:57 a. m.]

PROPOSED RULE MAKING

TREASURY DEPARTMENT

Bureau of Customs

[19 CFR, Part 6]

[192-1.32]

PRESQUE ISLE AIR BASE, PRESQUE ISLES,
MAINE

PROPOSED REDESIGNATION AS AIRPORT OF
ENTRY

JANUARY 23, 1947.

Notice is hereby given that, pursuant to authority contained in section 7 (b) of the Air Commerce Act of 1926 (49

U. S. C. 177 (b)), it is proposed to redesignate the Presque Isle Air Base, Presque Isle, Maine, as an airport of entry for civil aircraft and merchandise carried thereon arriving from places outside the United States, as defined in section 9 (b) of said Act (49 U. S. C. 179 (b)), for a period of 1 year from February 20, 1947; and it is further proposed to amend the list of temporary airports of entry in § 6.13, Customs Regulations of 1943 (19 CFR, Cum. Supp., 6.13), as amended, to show such redesignation.

This notice is published pursuant to section 4 of the Administrative Procedure Act (Public Law 404, 79th Con-

gress). Data, views, or arguments with respect to the proposed redesignation of the above-mentioned airport as an airport of entry may be addressed to the Commissioner of Customs, Bureau of Customs, Washington, D. C., in writing. To assure consideration of such communications, they must be received in the Bureau of Customs not later than 20 days from the date of publication of this notice in the FEDERAL REGISTER.

[SEAL] **E. H. FOLEY, Jr.,
Acting Secretary of the Treasury.**

[F. R. Doc. 47-931; Filed, Jan. 30, 1947;
8:49 a. m.]

NOTICES

DEPARTMENT OF JUSTICE

Office of Alien Property

[Vesting Order 7955]

TOSHIWA IDE

In re: Interest in real property owned by Toshiwa Ide.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

1. That Toshiwa Ide, whose last known address is Fukuoka-Ken, Mii Gun, Tachiarai-Mura, Kamitakahashi, Japan,

is a resident of Japan and a national of a designated enemy country (Japan);

2. That the property described as follows: An undivided $\frac{3}{4}$ ths interest in real property situated in the City of Concord, County of Contra Costa, State of California, particularly described in Exhibit A, attached hereto and by reference made a part hereof, together with all hereditaments, fixtures, improvements and appurtenances thereto, and any and all claims for rents, refunds, benefits or other payments arising from the ownership of such property,

is property within the United States owned or controlled by, payable or deliv-

erable to, held on behalf of or on account of, or owing to, or which is evidence of ownership or control by, the aforesaid national of a designated enemy country (Japan);

and it is hereby determined:

3. That to the extent that the person named in subparagraph 1 hereof is not within a designated enemy country, the national interest of the United States requires that such person be treated as a national of a designated enemy country (Japan).

All determinations and all action required by law, including appropriate consultation and certification, having been

made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, subject to recorded liens, encumbrances and other rights of record held by or for persons who are not nationals of designated enemy countries, to be held, used, administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411, 55 Stat. 839, Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 7, 1947.

For the Attorney General.

[SEAL] DONALD C. COOK,
Director.

EXHIBIT A

All that certain real property, situate in the City of Concord, County of Contra Costa, State of California, described as:

Portion of Lot 13 and all of Lot 14 in Block "D", as designated on the map entitled "Map of the Town of Todos Santos," which map was filed in the office of the Recorder of the County of Contra Costa, State of California, on April 2, 1869, in Volume A of Maps, at page 3, described as follows:

Beginning at the intersection of the north line of Lincoln Street with the west line of Mount Diablo Street; thence from said point of beginning northerly along the west line of Mount Diablo Street 83½ feet to a point thereon which is 16½ feet southeasterly from the south line of Lot 12; thence at right angles westerly and parallel to the south line of Lot 12, 125 feet to the line between Lots 7 and 13 in said block; thence southerly along the east line of Lot 7, 83½ feet to the north line of Lincoln Street; thence easterly along said north line 125 feet to the point of beginning.

[F. R. Doc. 47-938; Filed, Jan. 30, 1947; 8:51 a. m.]

[Supp. Vesting Order 7973]

NISSEN STIFTUNG

In re: Mortgage, interests in property insurance policies and claims owned by Nissen Stiftung, also known as Nissen Foundation.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

1. That Nissen Stiftung, also known as Nissen Foundation, the last known address of which is Herzog Adolfstrasse 25, Husum, Nordfriesland, Germany, is a business enterprise, organized under the laws of Germany, and a national of a designated enemy country (Germany);

2. That the property described as follows: That certain debt or obligation owing to Nissen Stiftung, also known as

Nissen Foundation, by Bankers Trust Company, 16 Wall Street, New York, New York, arising out of a custodian funds account, entitled Nissen Stiftung, and any and all rights to demand, enforce and collect the same,

is property within the United States owned or controlled by, payable or deliverable to, held on behalf of or on account of, or owing to, or which is evidence of ownership or control by, the aforesaid national of a designated enemy country (Germany);

and it is hereby determined:

3. That to the extent that the person named in subparagraph 1 hereof is not within a designated enemy country, the national interest of the United States requires that such person be treated as a national of a designated enemy country (Germany).

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used, administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411, 55 Stat. 839, Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 14, 1947.

For the Attorney General.

[SEAL] DONALD C. COOK,
Director.

[F. R. Doc. 47-939; Filed, Jan. 30, 1947; 8:51 a. m.]

[Vesting Order 8004]

FREDERICK J. BURUCKER

In re: Estate of Frederick J. Burucker, a/k/a Fred Burucker, deceased. File D-28-8061; E. T. sec. 8995.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

That the property described as follows: All right, title, interest and claim of any kind or character whatsoever of Karl Burucker, Anna Kreissig, Paul Anton Burucker, Antonie Augusta Hentschel, Wilhelmine Franziska Faulhaber, Emil Andreas Burucker, Minna Wilhelmine Kuhnert, Friederich (Frederick) Adolph Herman Burucker, Adolph F. Burucker, Friederike Wilhelmine Ott, Manfred Burucker, Hildegard Ackermann, and Gerhard Ackermann, and each of them, in and to the Estate of Frederick J. Burucker a/k/a Fred Burucker, deceased,

is property payable or deliverable to, or claimed by, nationals of a designated enemy country, Germany, namely,

Nationals and Last Known Address

Karl Burucker, Germany.
Anna Kreissig, Germany.
Paul Anton Burucker, Germany.
Antonie Augusta Hentschel, Germany.
Wilhelmine Franziska Faulhaber, Germany.
Emil Andreas Burucker, Germany.
Minna Wilhelmine Kuhnert, Germany.
Friederich (Frederick) Adolph Herman Burucker, Germany.
Adolph F. Burucker, Germany.
Friederike Wilhelmine Ott, Germany.
Manfred Burucker, Germany.
Hildegard Ackermann, Germany.
Gerhard Ackermann, Germany.

That such property is in the process of administration by Henry Marks, as Executor, acting under the judicial supervision of the Probate Court, Ramsey County, Minnesota.

And determined that to the extent that such nationals are persons not within a designated enemy country, the national interest of the United States requires that such persons be treated as nationals of a designated enemy country, (Germany).

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used, administered, liquidated, sold or otherwise dealt within the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411, 55 Stat. 839; Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 16, 1947.

For the Attorney General.

[SEAL] DONALD C. COOK,
Director.

[F. R. Doc. 47-940; Filed, Jan. 30, 1947; 8:51 a. m.]

[Vesting Order 8006]

ADOLPH JOHN EDWARD KOPCKE

In re: Estate of Adolph John Edward Kopcke, deceased. File D-28-11127; E. T. sec. 15535.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

1. That Ferdinand Kopcke, whose last known address is Germany, is a resident of Germany and a national of a designated enemy country (Germany);

2. That all right, title, interest and claim of any kind or character whatsoever of the person named in subparagraph 1 hereof in and to the estate of Adolph John Edward Kopcke, deceased, is property payable or deliverable to, or claimed by, the aforesaid national of a designated enemy country (Germany);

3. That such property is in the process of administration by Charles G. Luik, as executor, acting under the judicial supervision of the Orphans' Court of Lancaster County, Pennsylvania;

and it is hereby determined:

4. That to the extent that the person named in subparagraph 1 hereof is not within a designated enemy country, the national interest of the United States requires that such person be treated as a national of a designated enemy country (Germany).

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used, administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411, 55 Stat. 839, Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 16, 1947.

For the Attorney General.

[SEAL] DONALD C. COOK,
Director.

[F. R. Doc. 47-941; Filed, Jan. 30, 1947; 8:51 a. m.]

[Vesting Order 8012]

HEINRICH THALER

In re: Estate of Heinrich Thaler, deceased. File No. D-28-1694; E. T. sec. No. 651.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

That the property described as follows: All right, title, interest and claim of any kind or character whatsoever of Pauline Hiefcher in and to the Estate of Heinrich Thaler, deceased,

is property payable or deliverable to, or claimed by, a national of a designated enemy country, Germany, namely,

National and Last Known Address

Pauline Hiefcher, Germany.

That such property is in the process of administration by Adolph Kramer, Jr.,

as Executor of the Estate of Heinrich Thaler, deceased, acting under the judicial supervision of the Surrogate's Court of Kings County, New York;

And determined that to the extent that such national is a person not within a designated enemy country, the national interest of the United States requires that such person be treated as a national of a designated enemy country (Germany);

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used, administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411; 55 Stat. 839; Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 16, 1947.

For the Attorney General.

[SEAL] DONALD C. COOK,
Director.

[F. R. Doc. 47-942; Filed, Jan. 30, 1947; 8:52 a. m.]

[Vesting Order 8013]

ERNEST TRAEGER

In re: Estate of Ernest Traeger, deceased. File D-28-10340; E. T. sec. 14723.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

1. That Emma Traeger, Charlotte Schiller, Clara Schoettler, Marta Mueller, and Thekla Traeger, whose last known address is Germany, are residents of Germany and nationals of a designated enemy country (Germany);

2. That all right, title, interest and claim of any kind or character whatsoever of the persons named in subparagraph 1 hereof, and each of them, in and to the estate of Ernest Traeger, deceased, is property payable or deliverable to, or claimed by, the aforesaid nationals of a designated enemy country (Germany);

3. That such property is in the process of administration by E. Almer Ames, Jr., as executor, acting under the judicial supervision of the Circuit Court of Accomac County, Accomac, Virginia;

and it is hereby determined:

4. That to the extent that the persons named in subparagraph 1 hereof are not within a designated enemy country, the national interest of the United States

requires that such persons be treated as nationals of a designated enemy country (Germany).

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used, administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411; 55 Stat. 839; Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 16, 1947.

For the Attorney General.

[SEAL] DONALD C. COOK,
Director.

[F. R. Doc. 47-943; Filed, Jan. 30, 1947; 8:52 a. m.]

[Vesting Order 8014]

TERESA M. WINZER

In re: Estate of Teresa M. Winzer, deceased. File No. D-28-10327; E. T. sec. 14701.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

That the property described as follows: All right, title, interest and claim of any kind or character whatsoever of Hedwig Winzer and Else Jahn, and each of them, in and to the estate of Teresa M. Winzer, deceased,

is property payable or deliverable to, or claimed by, nationals of a designated enemy country, Germany, namely,

National and Last Known Address

Hedwig Winzer, Germany.
Else Jahn, Germany.

That such property is in the process of administration by Joan V. Neely, as Executrix, acting under the judicial supervision of the Surrogate's Court, Kings County, State of New York.

And determined that to the extent that such nationals are persons not within a designated enemy country, the national interest of the United States requires that such persons be treated as nationals of a designated enemy country (Germany);

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the prop-

erty described above, to be held, used, administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411; 55 Stat. 839; Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 16, 1947.

For the Attorney General.

[SEAL]

DONALD C. COOK,
Director.

[F. R. Doc. 47-944; Filed, Jan. 30, 1947; 8:52 a. m.]

[Vesting Order 8015]

JOHN ZEHE

In re: Estate of John Zehe, deceased. File No. D-28-9606; E. T. sec. 13283.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

That the property described as follows: All right, title, interest and claim of any kind or character whatsoever of Mrs. Dora Frank, Mathias Zehe, Max Frank, Joseph Frank, Elsa Frank, John Frank, Leonard Zehe, Lena Zehe and Anton Zehe, and each of them, in and to the estate of John Zehe, deceased,

is property payable or deliverable to, or claimed by nationals of a designated enemy country, Germany, namely,

Nationals and Last Known Address

Mrs. Dora Frank, Germany.
Mathias Zehe, Germany.
Max Frank, Germany.
Joseph Frank, Germany.
Elsa Frank, Germany.
John Frank, Germany.
Leonard Zehe, Germany.
Lena Zehe, Germany.
Anton Zehe, Germany.

That such property is in the process of administration by Clarence A. Smith, Treasurer of Monroe County, as Depositary, acting under the judicial supervision of the Surrogate's Court of Monroe County, New York;

And determined that to the extent that such nationals are persons not within a designated enemy country, the national interest of the United States requires that such persons be treated as nationals of a designated enemy country (Germany);

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used,

administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411; 55 Stat. 839; Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 16, 1947.

For the Attorney General.

[SEAL]

DONALD C. COOK,
Director.

[F. R. Doc. 47-945; Filed, Jan. 30, 1947; 8:52 a. m.]

[Vesting Order 8057]

ELIZABETH B. SIEBE

In re: Estate of Elizabeth B. Siebe, deceased. File D-28-10387; E. T. sec. 14777.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

1. That Annie Hochsprung, Mathilda Graeber and Elsa Fortmann, whose last known address is Germany, are residents of Germany and nationals of a designated enemy country (Germany);

2. That the sum of \$22,413.96 was paid to the Attorney General of the United States by Frieda Siebe Stauf and Wells Fargo Bank and Union Trust Company, Co-executors of the Estate of Elizabeth B. Siebe, deceased;

3. That the said sum of \$22,413.96 is presently in the possession of the Attorney General of the United States and was property within the United States owned or controlled by, payable or deliverable to, held on behalf of or on account of, or owing to, or which was evidence of ownership or control by, the aforesaid nationals of a designated enemy country (Germany);

and it is hereby determined:

4. That to the extent that the persons named in subparagraph 1 hereof are not within a designated enemy country, the national interest of the United States requires that such persons be treated as nationals of a designated enemy country (Germany).

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used, administered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

This vesting order is issued nunc pro tunc to confirm the vesting of the said property in the Attorney General of the United States by acceptance thereof on

December 24, 1946, pursuant to the Trading with the Enemy Act, as amended.

The terms "national" and "designated enemy country" as used herein shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411, 55 Stat. 839, Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925; 50 U. S. C. and Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 8, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 21, 1947.

For the Attorney General.

[SEAL]

DONALD C. COOK,
Director.

[F. R. Doc. 47-946; Filed, Jan. 30, 1947; 8:52 a. m.]

[Vesting Order 8064]

IRWIN BAUMGARTNER

In re: Stock and bank account owned by Irwin Baumgartner. F-28-773-A-1, F-28-773-D-1/7, F-28-773-E-1.

Under the authority of the Trading with the Enemy Act, as amended, Executive Order 9193, as amended, and Executive Order 9788, and pursuant to law, after investigation, it is hereby found:

1. That Irwin Baumgartner, whose last known address is Munich, Germany, is a resident of Germany and a national of a designated enemy country (Germany);

2. That the property described as follows:

a. Those certain shares of stock described in Exhibit A, attached hereto and by reference made a part hereof, registered in the name of Irwin Baumgartner, together with all declared and unpaid dividends thereon, and

b. That certain debt or other obligation owing to Irwin Baumgartner by The New Britain Trust Company, New Britain, Connecticut, arising out of a checking account entitled Irwin Baumgartner, and any and all rights to demand, enforce and collect the same,

is property within the United States owned or controlled by, payable or deliverable to, held on behalf of or on account of, or owing to, or which is evidence of ownership or control by, the aforesaid national of a designated enemy country (Germany);

and it is hereby determined:

3. That to the extent that the person named in subparagraph 1 hereof is not within a designated enemy country, the national interest of the United States requires that such person be treated as a national of a designated enemy country (Germany).

All determinations and all action required by law, including appropriate consultation and certification, having been made and taken, and, it being deemed necessary in the national interest,

There is hereby vested in the Attorney General of the United States the property described above, to be held, used, admin-

istered, liquidated, sold or otherwise dealt with in the interest of and for the benefit of the United States.

The terms "national" and "designated enemy country" as used herein, shall have the meanings prescribed in section 10 of Executive Order 9193, as amended.

(40 Stat. 411, 55 Stat. 839, Pub. Law 322, 79th Cong., 60 Stat. 50; Pub. Law 671, 79th Cong., 60 Stat. 925, 50 U. S. C. and

Supp. App. 1, 616; E. O. 9193, July 6, 1942, 3 CFR, Cum. Supp.; E. O. 9567, June 4, 1945, 3 CFR, 1945 Supp.; E. O. 9788, Oct. 14, 1946, 11 F. R. 11981)

Executed at Washington, D. C., on January 22, 1947.

For the Attorney General.

[SEAL] DONALD C. COOK,
Director.

EXHIBIT A

Name and address of corporation	State of incorporation	Type of stock	Par value	Certificate No.	Number of shares
The Billings & Spencer Co., 1 Laurel St., Hartford, Conn.	Connecticut	Capital	\$10	8032	4
The Stanley Works, New Britain, Conn.	do	Common	25	45453	14
United States Steel Corp., 71 Broadway, New York, N. Y.	New Jersey	Preferred	100	C623849	2
Colt's Patent Fire Arms Manufacturing Co., 17 Van Dyke Ave., Hartford, Conn.	Connecticut	Common	25	A30,159	1
Revillon, Inc., 260 West 30th St., New York, N. Y.	do	Preferred	100	02248	2
The New Britain Machine Co., New Britain, Conn.	Connecticut	Common	(1)	C2365	2
Landers, Frary & Clark, 47 Center St., New Britain, Conn.	do	do	25	42505	13
The Hart & Cooley Co., Inc., New Britain, Conn.	do	do	25	2170	2
	do	do	25	8308	2

¹ No par value.

[F. R. Doc. 47-947; Filed, Jan. 30, 1947; 8:52 a. m.]

DEPARTMENT OF THE INTERIOR

Bureau of Reclamation

[No. 52]

NORTH PLATTE IRRIGATION PROJECT,
NEBRASKA-WYOMINGPUBLIC NOTICE OF ANNUAL WATER RENTAL
CHARGES

JANUARY 17, 1947.

1. *Water rental charges for State lands.* State lands within the North Platte Irrigation Project but not subject to assessment by an irrigation district will be furnished water during the irrigation season of 1947 and thereafter until further notice upon the prepayment of a water rental charge to the irrigation district in which situated equal to the charge announced by the district for irrigation service plus \$0.75 per acre-foot.

2. The extra charge of \$0.75 per acre-foot shall be collected by the irrigation district and remitted to the District Engineer, Bureau of Reclamation, Casper, Wyoming.

(Act of June 17, 1902, 32 Stat. 388, as amended or supplemented)

MICHAEL W. STRAUS,
Commissioner.

[F. R. Doc. 47-905; Filed, Jan. 30, 1947; 8:56 a. m.]

COLUMBIA BASIN PROJECT, WASHINGTON
FIRST FORM RECLAMATION WITHDRAWAL

Pursuant to the authority delegated by Departmental Order No. 2238 of August 16, 1946, I hereby withdraw the following described public land from entry under the first form of withdrawal, as

provided by section 3 of the act of June 17, 1902 (32 Stat. 388):

COLUMBIA BASIN PROJECT, WASHINGTON

WILLAMETTE MERIDIAN

T. 16 N., R. 29 E.,
Sec. 10, NW $\frac{1}{4}$ NW $\frac{1}{4}$.
T. 17 N., R. 29 E.,
Sec. 22, SW $\frac{1}{4}$.
Sec. 34, W $\frac{1}{2}$ NE $\frac{1}{4}$ and W $\frac{1}{2}$.
T. 20 N., R. 29 E.,
Sec. 6, Lots 3 and 4.
T. 21 N., R. 29 E.,
Sec. 30, Lot 1.

The areas described aggregate 745.47 acres.

KENNETH MARKWELL,
Assistant Commissioner.

I concur. The records of the Bureau of Land Management and of the District Land Office will be noted accordingly.

FRED W. JOHNSON,
Acting Director,

Bureau of Land Management.

JANUARY 16, 1947.

[F. R. Doc. 47-906; Filed, Jan. 30, 1947; 8:56 a. m.]

CIVIL AERONAUTICS BOARD

[Docket No. 2732]

WEST COAST AIRLINES, INC.

NOTICE OF HEARING

In the matter of the petition of West Coast Airlines, Inc., under section 406 of the Civil Aeronautics Act of 1938, as amended, for an order fixing and determining the fair and reasonable rates of compensation for the transportation of mail by aircraft, the facilities used and useful therefor, and the services connected therewith over its Route No. 77.

Notice is hereby given that hearing in the above-entitled proceeding is assigned to be held on February 4, 1947, 10 a. m. (eastern standard time), in Room 1508,

Commerce Building, Washington, D. C., before Examiner Richard A. Walsh.

Dated Washington, D. C., January 27, 1947.

By the Civil Aeronautics Board.

[SEAL] M. C. MULLIGAN,
Secretary.

[F. R. Doc. 47-925; Filed, Jan. 30, 1947; 8:49 a. m.]

[Docket No. 2468]

EMPIRE AIR LINES, INC.

NOTICE OF HEARING

In the matter of the compensation for the transportation of mail by aircraft, the facilities used and useful therefor, and the services connected therewith of Empire Air Lines, Inc., over its entire system.

Notice is hereby given that hearing in the above-entitled proceeding is assigned to be held on February 4, 1947, 10 a. m. (eastern standard time), in Room 1508, Commerce Building, Washington, D. C., before Examiner Richard A. Walsh.

Dated Washington, D. C., January 27, 1947.

By the Civil Aeronautics Board.

[SEAL] M. C. MULLIGAN,
Secretary.

[F. R. Doc. 47-927; Filed, Jan. 30, 1947; 8:49 a. m.]

[Docket No. 2653]

SOUTHWEST AIRWAYS CO.

NOTICE OF HEARING

In the matter of the petition of Southwest Airways Company under section 406 of the Civil Aeronautics Act of 1938, as amended, for an order fixing and determining the fair and reasonable rates of compensation for the transportation of mail by aircraft, the facilities used and useful therefor, and the services connected therewith over its Route No. 76.

Notice is hereby given that hearing in the above-entitled proceeding is assigned to be held on February 4, 1947, 10 a. m. (eastern standard time), in Room 1508, Commerce Building, Washington, D. C., before Examiner Richard A. Walsh.

Dated Washington, D. C., January 27, 1947.

By the Civil Aeronautics Board.

[SEAL] M. C. MULLIGAN,
Secretary.

[F. R. Doc. 47-928; Filed, Jan. 30, 1947; 8:49 a. m.]

INTERSTATE COMMERCE
COMMISSION

[S. O. 396, Special Permit 90]

RECONSIGNMENT OF POTATOES AT
KANSAS CITY, MO.

Pursuant to the authority vested in me by paragraph (f) of the first order-

ing paragraph of Service Order No. 396 (10 F. R. 15008), permission is granted for any common carrier by railroad subject to the Interstate Commerce Act:

To disregard entirely the provisions of Service Order No. 396 insofar as it applies to the reconsignment at Kansas City, Mo., January 23, 1947, by W. W. Newcomb, of car PFE 75946, potatoes, now on the Union Pacific RR., to Ben E. Keith Co., Abilene, Tex. (Frisco-T. & P.).

The waybill shall show reference to this special permit.

A copy of this special permit has been served upon the Association of American Railroads, Car Service Division, as agent of the railroads subscribing to the car service and per diem agreement under the terms of that agreement; and notice of this permit shall be given to the general public by depositing a copy in the office of the Secretary of the Commission at Washington, D. C., and by filing it with the Director, Division of the Federal Register.

Issued at Washington, D. C., this 23d day of January 1947.

V. C. CLINGER,
Director,
Bureau of Service.

[F. R. Doc. 47-915; Filed, Jan. 30, 1947;
8:57 a. m.]

[Corr. S. O. 669]

UNLOADING OF PLASTER AT LOS ANGELES, CALIF.

At a session of the Interstate Commerce Commission, Division 3, held at its office in Washington, D. C., on the 21st day of January A. D. 1947.

It appearing, that car NYC 151793, containing plaster in sacks, at Los Angeles, California, on the Pacific Electric Railway Company, has been on hand for an unreasonable length of time and that the delay in unloading said car is impeding its use; in the opinion of the Commission an emergency exists requiring immediate action. It is ordered, that:

(a) *Plaster at Los Angeles, California, be unloaded.* The Pacific Electric Railway Company or its agents or employees, shall unload immediately car NYC 151793, containing plaster in sacks, now on hand at Los Angeles, Calif.

(b) *Demurrage.* No common carrier by railroad subject to the Interstate Commerce Act shall charge or demand or collect or receive any demurrage or storage charges, for the detention under load of any car specified in paragraph (a) of this order; for the detention period commencing at 7:00 a. m., January 23, 1947, and continuing until the actual unloading of said car is completed.

(c) *Provisions suspended.* The operation of any or all rules, regulations, or practices, insofar as they conflict with the provisions of this order, is hereby suspended.

(d) *Notice and expiration.* Said carrier shall notify V. C. Clinger, Director, Bureau of Service, Interstate Commerce Commission, Washington, D. C., when

it has completed the unloading required by paragraph (a), and such notice shall specify when, where, and by whom such unloading was performed. Upon receipt of that notice this order shall expire.

It is further ordered, that this order shall become effective immediately; that a copy of this order and direction be served upon the Association of American Railroads, Car Service Division, as agent of the railroads subscribing to the car service and per diem agreement under the terms of that agreement; and that notice of this order be given to the general public by depositing a copy in the office of the Secretary of the Commission, at Washington, D. C., and by filing it with the Director, Division of the Federal Register.

(40 Stat. 101, sec. 402, 41 Stat. 476, sec. 4, 54 Stat. 901, 911; 49 U. S. C. 1 (10)-(17), 15 (2))

By the Commission, Division 3.

[SEAL] W. P. BARTEL,
Secretary.

[F. R. Doc. 47-914; Filed, Jan. 30, 1947;
8:58 a. m.]

FEDERAL POWER COMMISSION

[Docket No. G-850]

TENNESSEE GAS AND TRANSMISSION CO.

NOTICE OF APPLICATION

JANUARY 28, 1947.

Notice is hereby given that on January 20, 1947, an application was filed with the Federal Power Commission by Tennessee Gas and Transmission Company (Applicant), a Tennessee corporation with its principal place of business in Houston, Texas, and authorized to do business in the States of Texas, Louisiana, Arkansas, Mississippi, Tennessee, Kentucky, and West Virginia, for a certificate of public convenience and necessity pursuant to section 7 of the Natural Gas Act, as amended, to authorize the Applicant to construct and operate a sales meter station and approximately 200 feet of 3-inch pipe line extending from Applicant's main gas transmission pipe line to a point at which sales and deliveries of natural gas are to be made to Kentucky Utilities Company, Inc., for resale within the city of Danville, Kentucky, and environs.

Applicant states that Kentucky Utilities Company, Inc. presently distributes manufactured gas in the city of Danville and environs and desires to convert its system to the use of natural gas, which conversion was authorized by the Public Service Commission of Kentucky on July 15, 1946. Applicant further states that the population within the Danville service area of Kentucky Utilities Company, Inc. is estimated to be 7,770 and that the estimated ultimate maximum and minimum daily demands of the area will be 1053 Mcf and 100 Mcf respectively. The rate to be charged Kentucky Utilities Company, Inc., as set forth in the contract entered into between the parties and submitted with the application, is based on a demand charge of \$2.00 per month per Mcf and a commodity rate of

\$0.1175 per Mcf, which rate Applicant asserts is its applicable rate to customers in the State of Kentucky.

Applicant estimates the total over-all capital cost of construction of the facilities described herein to be \$3,700, which Applicant proposes to finance from cash on hand.

Any interested State commission is requested to notify the Federal Power Commission whether the application should be considered under the cooperative provisions of the Commission's rules of practice and procedure, and, if so, to advise the Federal Power Commission as to the nature of its interest in the matter and whether it desires a conference, the creation of a board, or a joint or concurrent hearing, together with reasons for such request.

Any person desiring to be heard or to make any protest with reference to the application of Tennessee Gas and Transmission Company should file with the Federal Power Commission, Washington 25, D. C., not later than fifteen days from the date of publication of this notice in the FEDERAL REGISTER, a petition or protest in accordance with the Commission's rules of practice and procedure.

[SEAL] LEON M. FUQUAY,
Secretary.

[F. R. Doc. 47-928; Filed, Jan. 30, 1947;
8:58 a. m.]

[Docket No. IT-5893]

PUGET SOUND POWER & LIGHT CO.

NOTICE OF ORDER EXTENDING AUTHORIZATION FOR TRANSMISSION OF ELECTRIC ENERGY TO CANADA

JANUARY 28, 1947.

Notice is hereby given that, on January 27, 1947, the Federal Power Commission issued its order entered January 24, 1947, extending authorization for transmission of electric energy to Canada, in the above-designated matter.

[SEAL] LEON M. FUQUAY,
Secretary.

[F. R. Doc. 47-929; Filed, Jan. 30, 1947;
8:58 a. m.]

NORTHERN NATURAL GAS CO.

NOTICE OF ORDER ALLOWING CORRECTION OF SUPPLEMENTAL RATE SCHEDULE PROVIDING EMERGENCY RULES AND REGULATIONS APPLICABLE TO 1946-47 HEATING SEASON

JANUARY 28, 1947.

Notice is hereby given that, on January 28, 1947, the Federal Power Commission issued its order entered January 24, 1947, allowing correction of supplemental rate schedule providing emergency rules and regulations applicable to the 1946-47 heating season, in the above-designated matter.

[SEAL] LEON M. FUQUAY,
Secretary.

[F. R. Doc. 47-930; Filed, Jan. 30, 1947;
8:58 a. m.]

SECURITIES AND EXCHANGE COMMISSION

[File Nos. 70-1134, 70-1135, 59-12]

AMERICAN POWER & LIGHT CO. ET AL.

ORDER GRANTING EXTENSION OF TIME

At a regular session of the Securities and Exchange Commission, held at its office in the City of Philadelphia, Pa., on the 24th day of January A. D. 1947.

In the matter of American Power & Light Company, Texas Utilities Company, File No. 70-1134; American Power & Light Company, Texas Utilities Company, and Electric Power & Light Corporation, File No. 70-1135; and Electric Bond and Share Company, American Power & Light Company, National Power & Light Company, et al., Respondents, File No. 59-12.

American Power & Light Company ("American"), a registered holding company subsidiary of Electric Bond and Share Company ("Bond and Share") which is also a registered holding company, having filed an application requesting an extension of time to comply with the Commission's order of October 24, 1945 and with an agreement and stipulation entered into by American, requiring American to dispose of its interest in Texas Utilities Company, a wholly owned registered holding company subsidiary of American, within one year from the date of said order; and

A public hearing having been held after appropriate notice and the Commission having considered the record and having made their findings and opinion herein;

It is ordered, That the time within which American shall comply with said order of October 24, 1945 and the stipulation and agreement entered into by American is hereby extended until June 30, 1947, subject, however, to the reservation of jurisdiction to terminate, after notice and opportunity for hearing, such extension prior to June 30, 1947 if during such extended period the Commission shall issue an order disapproving the section 11 (e) plan filed by American and Bond and Share (described in our findings and opinion herein), or if such plan shall be withdrawn by either Bond and Share or American.

By the Commission.

[SEAL]

ORVAL L. DuBOIS,
Secretary.

[F. R. Doc. 47-933; Filed, Jan. 30, 1947;
8:50 a. m.]

[File No. 812-475]

ELFUN TRUSTS AND EXECUTIVES INVESTMENT TRUSTS

NOTICE OF APPLICATION, STATEMENT OF ISSUES, AND ORDER FOR HEARING

At a regular session of the Securities and Exchange Commission held at its office in the City of Philadelphia, Pa. on the 27th day of January A. D. 1947.

Notice is hereby given that Elfund Trusts ("Elfund") and Executives Investment Trusts ("Executives") have filed an application pursuant to section 17 (b)

of the Investment Company Act of 1940 ("act") for an order exempting from the provisions of section 17 (a) of said act certain proposed transactions whereby Executives will purchase from Elfund Certificates for Units of Elfund evidencing interests in the assets of Elfund. The Certificates proposed to be purchased will be part of a public offering by Elfund which will, prior to such purchase, be registered under the Securities Act of 1933. The proposed purchases will be for cash at the public offering price. The public offering price will be determined in accordance with the provisions of the Trust Agreement under which Elfund operates. The amounts to be offered and purchased will be determined in the discretion of the managers of Executives and Elfund respectively. It is contemplated that at some time the amount of Elfund Certificates which may be held by Executives at some time may be 75% to 90% of the value of the total assets of Executives.

Both Elfund and Executives are diversified, open-end management, common law trusts operating as investment companies and are registered under the act. Elfund and Executives are affiliated persons of one another.

Section 17 (a) (1) of the act prohibits an affiliated person (Elfund) from knowingly selling any securities to the affiliated registered investment company (Executives) with certain exceptions not pertinent here.

The applicants have therefore filed an application pursuant to section 17 (b) of the act for an order of the Commission exempting the proposed transactions from the provisions of section 17 (a) of the act, and they assert that the proposed transactions meet the standards and requirements of section 17 (b).

The Corporation Finance Division of the Commission has advised the Commission that, upon a preliminary examination of the applications, it deems the following issues to be raised thereby without prejudice to the specification of additional issues upon further examination:

(1) Whether the terms of the proposed transactions, including the consideration to be paid and received are reasonable and fair and do not involve overreaching on the part of any person concerned;

(2) Whether the proposed transactions are consistent with the policy of Executives, as recited in the registration statement and reports filed under the act; and

(3) Whether the proposed transactions are consistent with the general purposes of the act.

It appearing to the Commission that a hearing upon the application is necessary and appropriate:

It is ordered, Pursuant to section 40 (a) of said act, that a public hearing on the aforesaid matter be held on February 3, 1947, at 9:30 a. m., eastern standard time in Room 318 in the Securities and Exchange Commission Building, 18th and Locust Streets, Philadelphia 3, Pennsylvania.

It is further ordered, That Richard Townsend or any other officer or officers of the Commission designated by it for

that purpose shall preside at the hearing and any officer or officers so designated to preside at any such hearing is hereby authorized to exercise all the powers granted to the Commission under sections 41 and 42 (b) of the Investment Company Act of 1940 and to hearing officers under the Commission's rules of practice.

Notice of such hearing is given to the above-named applicants, Elfund Trusts and Executives Investment Trusts, and to any other person or persons whose participation in such proceedings may be in the public interest or for the protection of investors. Any person desiring to be heard or otherwise desiring to participate in said proceeding should file with the Secretary of the Commission, on or before February 3, 1947, his application therefor as provided by Rule XVII of the rules of practice of the Commission, setting forth therein any of the above issues of law or fact which he desires to controvert and any additional issues he deems raised by the aforesaid application.

By the Commission.

[SEAL]

ORVAL L. DuBOIS,
Secretary.

[F. R. Doc. 47-934; Filed, Jan. 30, 1947;
8:49 a. m.]

[File No. 811-501]

UNION SECURITIES CORP.

NOTICE AND ORDER FOR HEARING

At a regular session of the Securities and Exchange Commission, held at its office in the City of Philadelphia, Pa., on the 22d day of January A. D. 1947.

Notice is hereby given that Union Securities Corporation, a New Jersey Corporation, ("Applicant") has filed an application pursuant to section 8 (f) of the Investment Company Act of 1940 for an order declaring that Applicant has ceased to be an investment company within the meaning of said act.

Applicant alleges that it was dissolved in accordance with the provisions of the laws of the State of New Jersey, that the Directors of the Applicant are Trustees for the limited purpose of prosecuting and defending suits and to wind up the affairs of the Applicant, that Applicant has liquidated its assets and that all funds realized by the corporation upon its liquidation have been distributed among the stockholders. For a more detailed statement of the matters of fact and law asserted persons are referred to said application which is on file in the offices of the Commission in Philadelphia, Pennsylvania.

The Corporation Finance Division has advised the Commission that upon a preliminary examination of the application, it deems the following issues to be raised:

(1) Whether applicant has ceased to be an investment company within the meaning of the act, and

(2) Whether it is necessary for the protection of investors to condition any order terminating the registration of Applicant under the act.

It appearing to the Commission that a hearing upon the application is necessary and appropriate.

It is ordered, Pursuant to section 40 (a) of said act, that a public hearing on the aforesaid application be held on the 5th day of February, 1947, at 9:45 a. m., eastern standard time, in Room 318 of the offices of the Securities and Exchange Commission, 18th and Locust Streets, Philadelphia, Pennsylvania.

It is further ordered, That Richard Townsend, or any officer or officers of the Commission designated by it for that purpose shall preside at the hearing and any

officer or officers so designated to preside at any such hearing is hereby authorized to exercise all of the powers granted to the Commission under sections 41 and 42 (b) of the Investment Company Act of 1940 and to hearing officers under the Commission's rules of practice, as amended.

Notice of such hearing is given to the above named Applicant and to any person or persons whose participation in such proceedings may be necessary or appropriate in the public interest or for the protection of investors. Persons desiring to be heard or otherwise wishing to participate in said proceeding should

file with the Secretary of the Commission, on or before February 3, 1947, an application therefor in accordance with the provisions of Rule XVII of the rules of practice of the Commission, as amended, setting forth the matters or issues of law or fact mentioned above which he desires to controvert and any additional issues he deems raised by the aforesaid application.

By the Commission,

[SEAL]

ORVAL L. DuBOIS,
Secretary.

[F. R. Doc. 47-932; Filed, Jan. 30, 1947;
8:50 a. m.]

